



OIL CONSERVATION DIVISION  
RECEIVED

October 1, 1990

'90 OCT 11 AM 8 49

518 17th St., Suite 1030  
Denver, Colorado 80202  
(303) 571-4220

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87504

RE: UNORTHODOX LOCATION  
SCOTT #1  
SW SECTION 18, T30N, R11W  
SAN JUAN COUNTY, NEW MEXICO

Gentlemen:

This letter constitutes Maralex Resources, Inc.'s application for an unorthodox location for the subject well. Maralex has previously submitted an application to recomplete the subject well to the Fruitland Coal Formation. The well is located 1880 feet from the South line and 1650 feet from the West line of Section 18. Maralex's application designated a lay down drillsite spacing unit for the subject well. The current location of the existing well bore is, therefore, unorthodox as it is less than 790 feet from the northern lease line of the drillsite spacing unit.

The above application for the recompletion was given verbal approval by Mr. Ernie Busch in your Aztec area office contingent upon receiving the unorthodox approval.

By certified copy of this letter all operators of offsetting spacing units are being notified of this application. Ownership of offset spacing units are shown on the attached ownership plat. This plat also shows offsetting wells. The only offsetting well producing from the Fruitland Coal Formation is the Simmons #1 located in the NW $\frac{1}{4}$  of Section 17.

Maralex intends to begin the recompletion work on the subject well by the middle of October. Your prompt consideration of this matter is greatly appreciated.

Sincerely,

MARALEX RESOURCES, INC.

A handwritten signature in cursive script that reads 'A. M. O'Hare'.

A. M. O'Hare, P.E.  
President

cc: See attached sheet

October 1, 1990

cc: Meridian Oil, Inc.  
Norman L. Gilbreath  
Caprock Energy Co.  
Keyes Trust

If you have no objections to the proposed unorthodox location, please sign the waiver below and forward to the NMOCD in the envelope provided.

We hereby waive our right to object to the unorthodox location proposed by Maralex Resources, Inc.

Caprock Energy Co.  
COMPANY NAME

Norman L. Gilbreath  
By

OCT - 10 - 1990  
Date

Enc.

CERTIFIED

October 1, 1990

cc: Meridian Oil, Inc.  
Norman L. Gilbreath  
Caprock Energy Co.  
Keyes Trust

If you have no objections to the proposed unorthodox location, please sign the waiver below and forward to the NMOCD in the envelope provided.

We hereby waive our right to object to the unorthodox location proposed by Maralex Resources, Inc.

Meridian Oil Inc.

COMPANY NAME



By: S. W. Nance  
Regional Engineering Manager

10/22/90

Date

Enc.

CERTIFIED

October 1, 1990

cc: Meridian Oil, Inc.  
Norman L. Gilbreath  
Caprock Energy Co.  
Keyes Trust

If you have no objections to the proposed unorthodox location, please sign the waiver below and forward to the NMOCD in the envelope provided.

We hereby waive our right to object to the unorthodox location proposed by Maralex Resources, Inc.

N/A  
COMPANY NAME

Norman L. Gilbreath  
By

Oct 10-1990  
Date

Enc.

CERTIFIED



OIL CONSERVATION DIVISION

RECEIVED

518 17th St., Suite 1030

Denver, Colorado 80202

(303) 571-4220

October 22, 1990

'90 OCT 29 AM 8 55

State of New Mexico  
Energy, Minerals and Natural Resources Department  
Oil Conservation Division  
Attn: William J. Lemay  
P. O. Box 2088  
Santa Fe, NM 87504

RE: Unorthodox Location  
Scott No. 1  
SW Section 18, T30N, R11W  
San Juan County, NM

Gentlemen:

Enclosed are the return receipt cards for the notification of the offset operators of Maralex's unorthodox location application dated October 1, 1990, for the subject well.

Please let us know at your earliest convenience the status of our application. We have been advised that we can proceed with the reworking of the subject well but must have the approval of our unorthodox location prior to selling any gas from the well. Our intention is to postpone the recompletion until approval has been granted.

Sincerely,

A handwritten signature in cursive script, appearing to read 'A. M. O'Hare', written in black ink.

A. M. O'Hare, P.E.  
President  
Maralex Resources, Inc.

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address. 2.  Restricted Delivery (Extra charge)

|   |  |
|---|--|
| <p>3. Article Addressed to:<br/>Mr. Norman Gilbreath<br/>P.O. Box 208<br/>Aztec, NM 87401</p> | <p>4. Article Number<br/>P 712 015 273</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.</p> |
| <p>5. Signature - Addressee<br/>X</p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>   |
| <p>6. Signature - Agent<br/>X <i>Soretha Gilbreath</i></p>                                    |  |
| <p>7. Date of Delivery</p>  |  |

PS Form 3811, Apr. 1989

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address. 2.  Restricted Delivery (Extra charge)

|   |  |
|---|--|
| <p>3. Article Addressed to:<br/>MERIDIAN OIL COMPANY, INC.<br/>P.O. Box 4289<br/>FARMINGTON, NM 87499</p> | <p>4. Article Number<br/>P 712 015 275</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.</p> |
| <p>5. Signature - Addressee<br/>X</p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>   |
| <p>6. Signature - Agent<br/>X <i>John Anderson</i></p>  |  |
| <p>7. Date of Delivery<br/><i>10/3/90 JN</i></p>  |  |

PS Form 3811, Apr. 1989

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address. 2.  Restricted Delivery (Extra charge)

|   |  |
|---|--|
| <p>3. Article Addressed to:<br/>The Keys Trust<br/>ATTN: Mr. Lonnie Cunningham<br/>29 Country Road 3008<br/>Aztec, NM 87401</p> | <p>4. Article Number<br/>P 712 015 274</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.</p> |
| <p>5. Signature - Addressee<br/>X</p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>   |
| <p>6. Signature - Agent<br/>X <i>L.R. Cunniff</i></p>   |  |
| <p>7. Date of Delivery<br/><i>10/5/90</i></p>   |  |

PS Form 3811, Apr. 1989

DOMESTIC RETURN RECEIPT

OIL CONSERVATION DIVISION  
RECEIVED

MERIDIAN OIL

'90 OCT 25 AM 8 55

October 23, 1990

*NSL-2914*

New Mexico Oil Conservation Division  
Attention: Mr. W.J. Lemay  
P.O. Box 1148  
Santa Fe, New Mexico 87504

RE: UNORTHODOX LOCATION  
Scott #1  
S/2 Section 18 T30N-R11W  
San Juan County, New Mexico

Gentlemen:

Enclosed please find a copy of Maralex Resources Inc. letter dated October 1, 1990, indicating that Meridian has no objection to the referenced unorthodox location.

If you have any questions, please contact the undersigned at 505-326-9756.

Very truly yours,



Robert J. Hopkins  
Senior Landman

RJH:11

cc: Maralex Resources Inc.

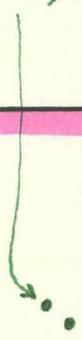
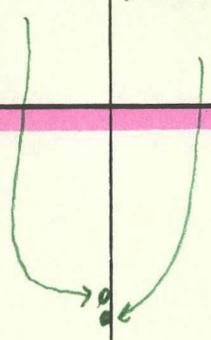
Maralex Resources Inc.  
ID#1+54

151  
2640  
1880  
760

Sec. 18 Township No. 30 North of Range No. 11 West

20.44 ch.

19.10 ch.

|  |  |  |   |
|--|--|--|---|
| <p>① 42.33</p>   |  |  |   |
| <p>Bradley H. Hays &amp; Margaret M. Hays<br/>Tr. Trust Agreement Ltd.<br/>Scott Well No. 1<br/>1880' FSL - 1660' FWL Spud: 9/6/53<br/>Notes Pictured Cliffs Comp.</p> |  | <p>Manana Gas, Inc.<br/>Mary McKroyd<br/>Will No. 1<br/>1810' FSL - 1330' FFL<br/>Spud: 3/24/79<br/>Farmington Notes<br/>Comp.</p>  | <p>Manana Gas Inc.<br/>Mary McKroyd Will<br/>No. 2<br/>1790' FSL - 1330' FFL<br/>Spud: 6/2/79<br/>Notes Pictured Cliffs<br/>Comp.</p> |
| <p>② 43.02</p>   |  |  |   |
| <p>③ 43.13</p>   |  |  | <p>John J. Moya<br/>Moya Goode #1<br/>990' FSL - 1320' FFL<br/>Spud: 6/3/53<br/>P&amp;R: Nov. 1977</p>                                |
| <p>④ 43.32</p>   |  |  |   |

20.97 ch.

19.32 ch.

43.13  
43.32  
86.45  
86.45  
166.45  
326.45