

ROBERT L. BAYLESS

P. O. BOX 168
FARMINGTON, NM 87499

FAX NO
(505) 326-6911

OFFICE NO
(505) 326-2659

Michael Stogner
505/822-1389

January 16, 1998

New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

RE: Request for Administrative Approval
For an Unorthodox Pictured Cliffs Location
Riverine #2
379 FSL & 1960 FWL
Section 11-T29N-R13W
San Juan County, New Mexico

Gentlemen:

Enclosed, please find a copy of the C-102 for our Riverine #2 Pictured Cliffs well, along with a plat of the Pictured Cliffs rights in each of the offsetting proration units. This well is within the Farmington City Limits, and in a very developed industrial part of town. Bayless had staked this well over a year ago at a location to the north, but due to restrictions in City Code, the special use permit was denied by City Council. After working with City officials and the landowners in this quarter section, Bayless has purchased the land upon which the well is staked and has received a Special Use Permit from the City of Farmington to drill the well at this location.

Also enclosed, please find a copy of the aerial map of this area, showing the development of the surrounding acreage. We have been able to find no other suitable tract of land within the 160 acre proration unit. A plat of the offset wells is also included. A copy of this letter has been faxed to each of these operators, with a hard copy following in the mail.

Bayless now requests administrative approval for an unorthodox Pictured Cliffs gas well to be located 379 FSL & 1960 FWL of Section 11-T29N-R13W.

Thank you in advance for your consideration of this matter. If you need further information, please contact Tucker Bayless at 505/326-2659.
Sincerely,



Price M. Bayless

Cc: Amoco Production Company
Hallwood Energy Companies
Richardson Operating Company
Rod Markham
NMOCD, Aztec District Office

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer 00, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number <i>30-045-29504</i>	² Pool Code <i>77 Pool</i>	³ Pool Name <i>Gulcher Kutz PC Est</i>
⁴ Property Code <i>18374</i>	⁵ Property Name <i>RIVERINE</i>	
⁶ GRID No. <i>1941R</i>	⁷ Operator Name <i>ROBERT L. BAYLESS</i>	⁸ Elevation <i>5321</i>

¹⁰Surface Location

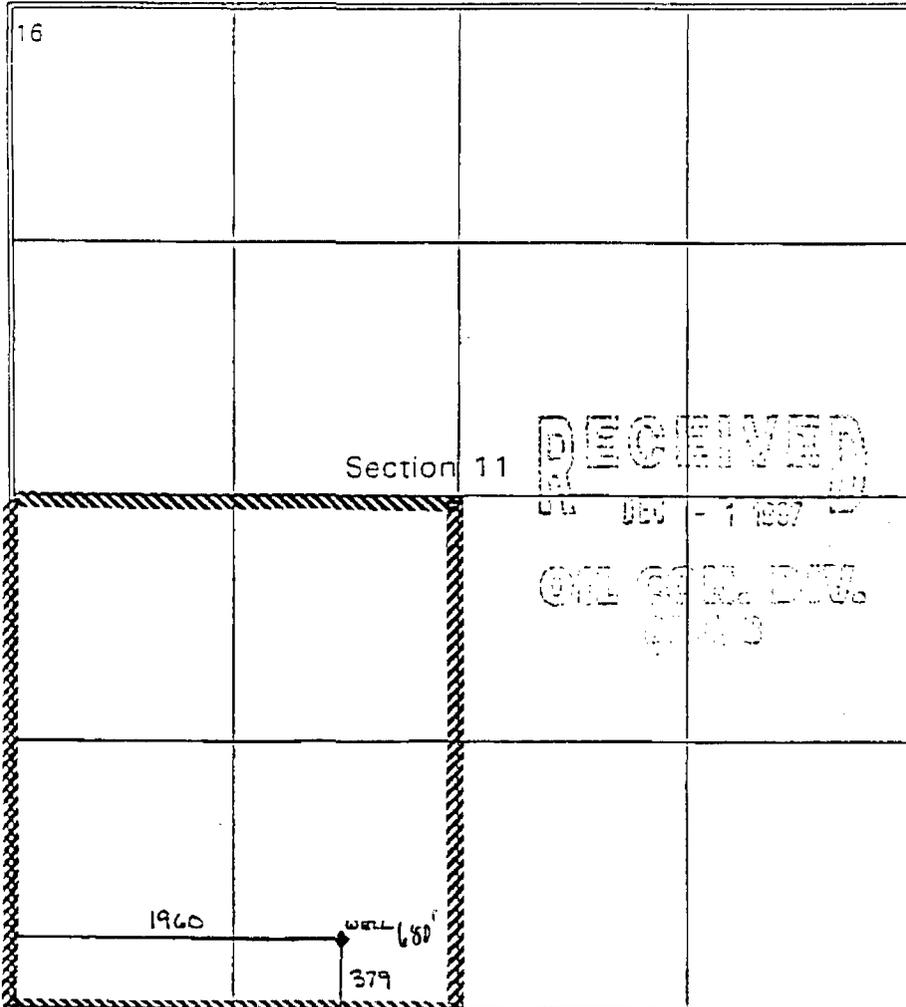
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<i>N</i>	<i>11</i>	<i>29N</i>	<i>13W</i>		<i>379</i>	<i>SOUTH</i>	<i>1960</i>	<i>WEST</i>	<i>SAN JUAN</i>

¹¹Bottom Hole Location if Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres <i>100</i>	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

Robert L. Bayless
Signature
Robert L. Bayless
Printed Name
Engineer
Title
11-26-97
Date

¹⁸ SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief

10-24-1997
Date of Survey
George T. Walters
Signature and Seal of Professional Surveyor:
GEORGE T. WALTERS
909 W APACHE
N. MEX PLS 6159
Certificate Number

**Pictured Cliffs Formation Ownership
 Riverine #2 Vicinity
 379 FSL & 1960 FWL
 Section 11-T29N-R13W**

<p align="center">NE ¼ Section 10</p> <p align="center">Amoco</p>	<p align="center">NW ¼ Section 11</p> <p align="center">Amoco</p>	<p align="center">NE ¼ Section 11</p> <p align="center">Amoco</p>
<p align="center">SE ¼ Section 10</p> <p align="center">Amoco</p>	<p align="center">SW ¼ Section 11</p> <p align="center">Bayless</p>	<p align="center">SE ¼ Section 11</p> <p align="center">Bayless ✓</p> <p align="center">Ⓞ Riverine #1</p>
<p align="center">NE ¼ Section 15</p> <p align="center">Richardson</p> <p align="center">Ⓞ Ropio "15" #1</p>	<p align="center">NW ¼ Section 14</p> <p align="center">P.C. owners (WE)</p> <p align="center">↓</p> <p align="center">* Hallwood Markham</p>	<p align="center">NE ¼ Section 14</p> <p align="center">Amoco</p> <p align="center">Ⓞ Roberts #1</p>

Robert L. Bayless, Producer

P.O.Box 168

Farmington, NM 87499

FAX

Date: 2/3/98

Number of pages including cover sheet: 3

To:

NMOC

Attn: Michael Stagner

Phone:

Fax phone: (505) 827-1389

CC:

From:

Jucker Bayless

Phone: 505/326-2659

Fax phone: 505/326-6911

REMARKS:

Urgent

For your review

Reply ASAP

Please comment

Return receipt cards

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
 ■ Complete items 1 and/or 2 for additional services.
 ■ Complete items 3, 4a, and 4b.
 ■ Print your name and address on the reverse of this form so that we can return this card to you.
 ■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
 ■ Write "Return Receipt Requested" on the mailpiece below the article number.
 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):
 1. Addressee's Address
 2. Restricted Delivery
 Consult postmaster for fee.

3. Article Addressed to:
 Rod Markham
 1500 Broadway, Ste. 1212
 Lubbock, TX 79401-3192

4a. Article Number
 P 097-941-545

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
 1-20-98

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
 X *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994 102595-97-B-0179 Domestic Return Receipt

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
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 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):
 1. Addressee's Address
 2. Restricted Delivery
 Consult postmaster for fee.

3. Article Addressed to:
 Hall Wood Energy Companies
 4582 S Ulster Pkwy St 1700
 Denver, CO 80237

4a. Article Number
 P 097 941 542

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
 1-20-98

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)
 X *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

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 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):
 1. Addressee's Address
 2. Restricted Delivery
 Consult postmaster for fee.

3. Article Addressed to:
 New Mexico CCD
 1000 Rio Brazos
 Aztec, NM 87410

4a. Article Number
 P 097-941-543

4b. Service Type
 Registered Certified
 Express Mail Insured
 Return Receipt for Merchandise COD

7. Date of Delivery
 1-20-98

5. Received By: (Print Name)
 Sue Hancock

6. Signature: (Addressee or Agent)
 X *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994 102595-97-B-0179 Domestic Return Receipt

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3. Article Addressed to:	4a. Article Number	4b. Service Type
Richardson Operating Company 1700 Lincoln St, Ste 1700 Denver, CO 80203	P 097 941 544	<input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
5. Received By: (Print Name)	7. Date of Delivery	8. Addressee's Address (Only if requested and fee is paid)
	1/20	
6. Signature: (Addressee or Agent)		
X <i>[Signature]</i>		

PS Form 3811, December 1994

102595-97-B-0179

Domestic Return Receipt

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3. Article Addressed to:	4a. Article Number	4b. Service Type
Amoco Production Company PO Box 800 Denver, CO 80201-0800	P 097-941-546	<input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
5. Received By: (Print Name)	7. Date of Delivery	8. Addressee's Address (Only if requested and fee is paid)
<i>[Signature]</i>		
6. Signature: (Addressee or Agent)		
X <i>[Signature]</i>		

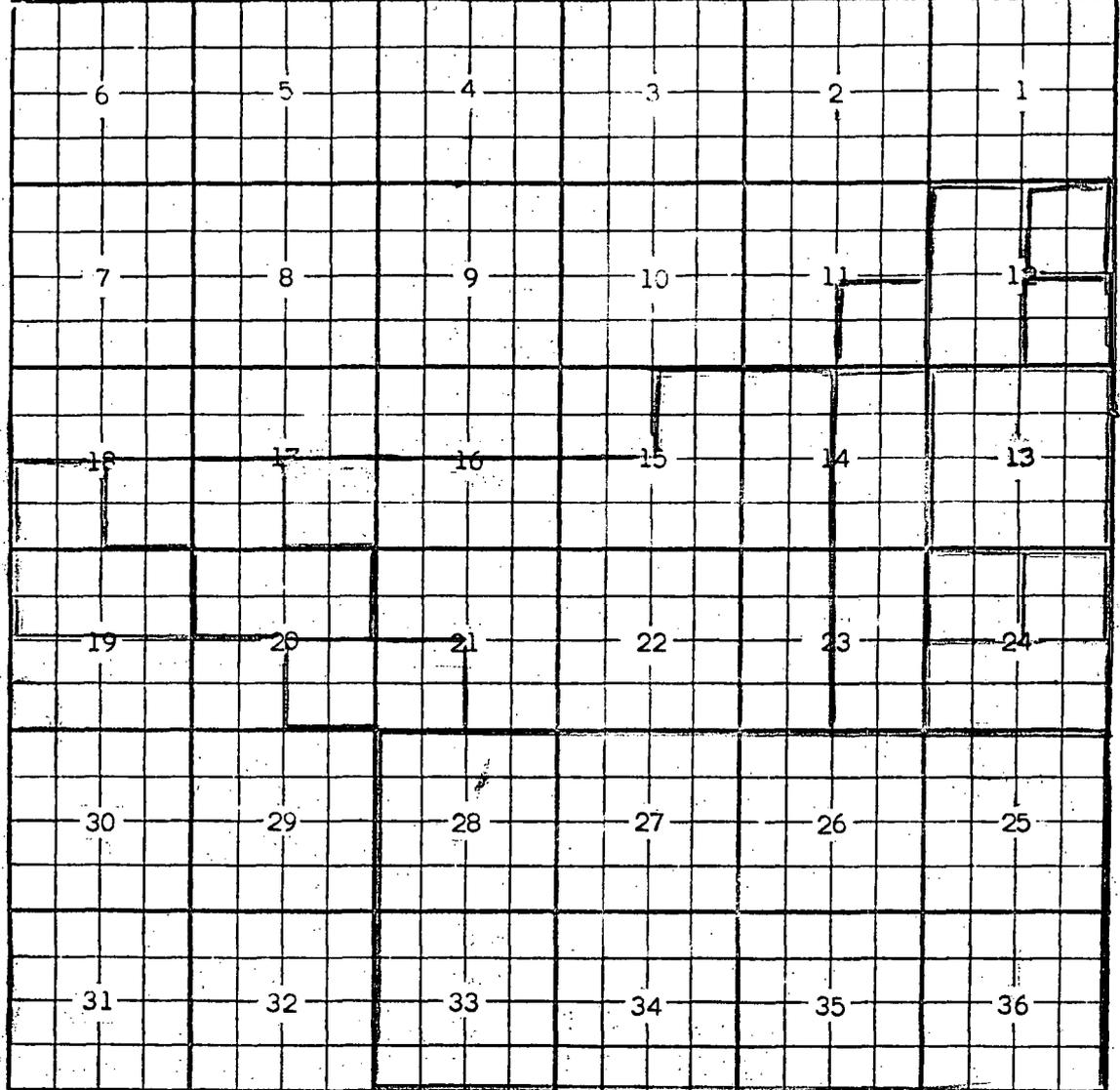
PS Form 3811, December 1994

102595-97-B-0179

Domestic Return Receipt

County San Juan Pool West Kutz - Pictured Cliffs

TOWNSHIP 29 North RANGE 13 West NEW MEXICO PRINCIPAL MERIDIAN



Description: All Sec. 25 thru 28; All Sec. 33 thru 36 (R-566, 12-23-54)
Ext: SE/4 Sec. 20; SW/4 Sec. 21 (R-1284, 12-1-58) - SW/4 Sec. 17;
SE/4 Sec. 18; N/2 Sec. 20 (R-1798, 11-1-60) Ext: S/2 Sec. 24 (R-6327 5-1-80)
Ext: SW/4 sec 18, N/2 sec 19 (R-6886, 1-22-82)
Ext: NE/4 Sec. 24 (R-7495, 4-5-84) Ext: NW/4 Sec. 24 (R-8180, 3-14-86)
Ext: All Sec. 13 (R-9573, 8-23-91) Ext: SE/4 Sec. 12 (R-10194, 9-19-94)
Ext: NE/4 Sec. 12 (R-10357, 5-2-95) Ext: W/2 Sec. 12, E/2 Sec. 14, S/2 Sec. 23 (R-10610, 6-18-96)
Ext: SE/4 Sec. 11 (R-10676, 10-1-96) Ext: W/2 Sec. 14, S/2 and NE/4 Sec. 15, S/2 Sec. 16,
SE/4 Sec. 17, N/2 and SE/4 Sec. 21, All Sec. 22, W/2 Sec. 23 (R-10902, 10-17-97)

ROBERT L. BAYLESS

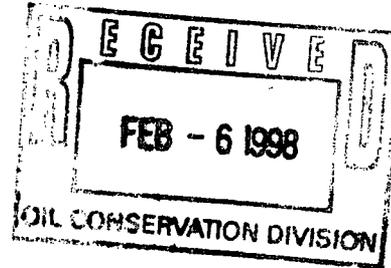
P. O. BOX 168
FARMINGTON, NM 87499

FAX NO.
(505) 326-6911

OFFICE NO.
(505) 326-2659

February 5, 1998

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505



RE: Request for Administrative Approval
For an Unorthodox Pictured Cliffs Location
Riverine #2
379 FSL & 1960 FWL
Section 11-T29N-R13W
San Juan County, New Mexico

Gentlemen:

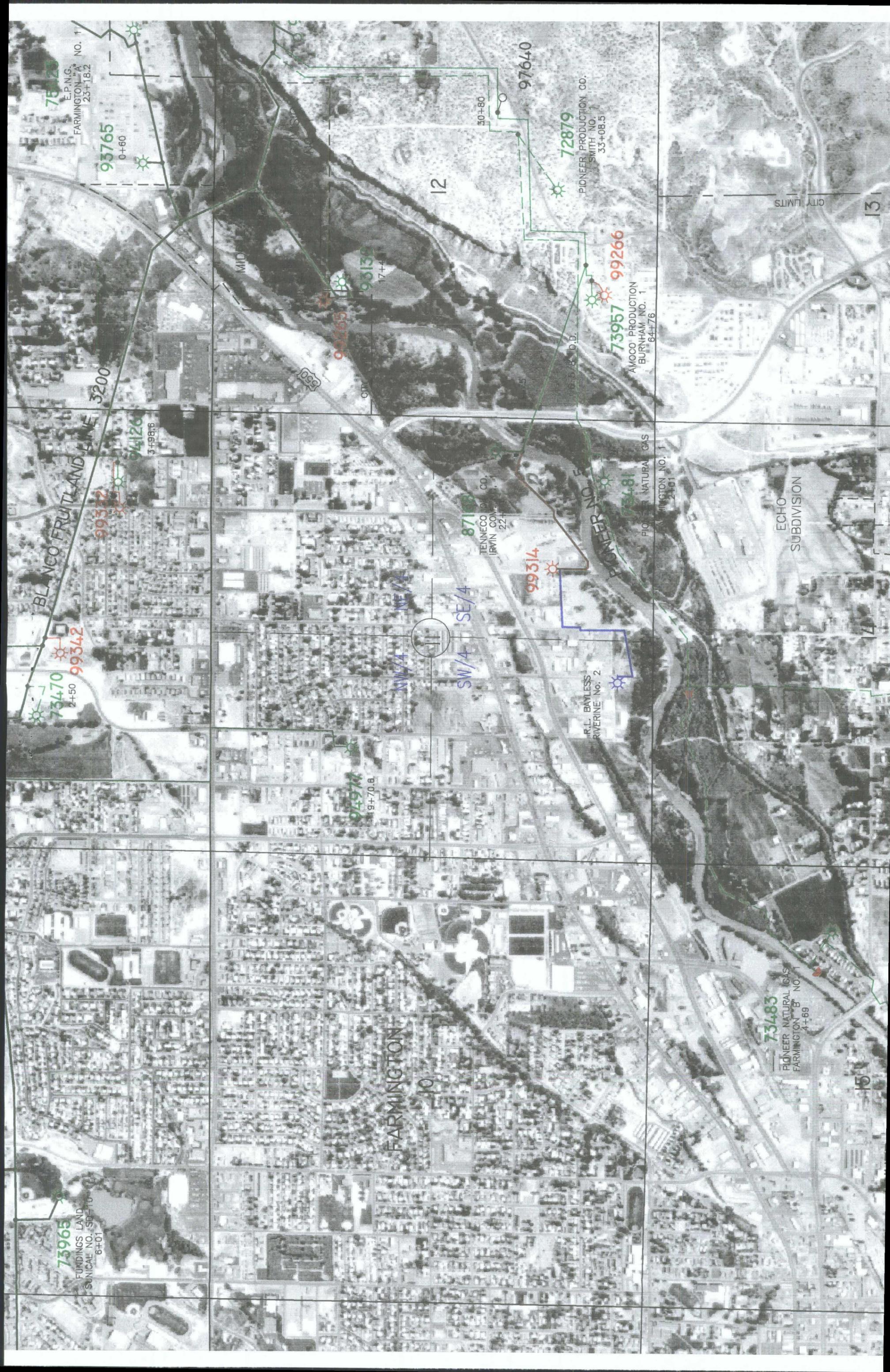
Enclosed, please find the aerial photograph of Section 11-T29N-R13W that I discussed with Mr. Stogner by telephone today. As you can see, there are not many places in the southwest quarter section that can accommodate a gas well.

Thank you in advance for your consideration of this matter. If you need further information, please contact Tucker Bayless at 505/326-2659.

Sincerely,

A handwritten signature in dark ink, appearing to read "Price M. Bayless".

Price M. Bayless



75123
E.P.N.G.
FARMINGTON "A" NO. 1
23+18.2

93765
0+60

BLANCO FRUITLAND LINE
3200

73470
2+50

99342

99332

94126
3+98.6

91574
19+70.6

NW/4 NE/4
SW/4 SE/4

SW/4 SE/4

87183
TENNECO CO.
IRVIN COM.
22+

99314

R.L. BAYLESS
RIVERINE NO. 2

72879
PIONEER PRODUCTION CO.
SMITH NO. 1
33+08.5

99266

73957
AMOCO PRODUCTION
BURNHAM NO. 1
64+76

73481
PIONEER NO. 5
PIOR... NATURAL GAS
FUNCTION NO. 1
2+61

73483
PIONEER NATURAL GAS
FARMINGTON "B" NO. 1
4+69

ECHO
SUBDIVISION

CITY LIMITS

FARMINGTON

10

12

15

13