



NSL

1/11/99

Mid-Continent Region
Exploration/Production

December 17, 1998

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 Pacheco
Santa Fe, New Mexico 87504

RE: Application for Unorthodox Coal Location
State "A" Gas Com #1E API # 30-045-25147
Section 36, T-29-N, R-11-W, E
1850' FNL & 800' FWL
San Juan County, New Mexico

DEC 22 1998

Dear Mr. Stogner,

State "A" Gas Com #1E is located in Section 36, T-29-N, R-11-W, San Juan County, NM. In addition to standard 790' set-back requirements, orthodox locations for 320 acre spaced, Basin Fruitland Coal Pool rules state that the wells be located in the NE/4 and/or SW/4 of any given section. The State "A" Gas Com #1E meets the pool set-back requirements but is situated in the NW/4 of Section 36; an orthodox location north half location would be in the NE/4.

In order to prevent economic waste by allowing access to Basin Fruitland Coal reserves in an existing wellbore, Conoco respectfully requests that the NW/4, unorthodox location be approved for completion in the Basin Fruitland Coal Pool.

The offset operator plat shows that Burlington Resources, Chapparal, Cross Timbers, *Redwolf*, Taurus, Manana are the offset operators that could be affected by this unorthodox location. Please find enclosed evidence that they have been notified of this application.

An unorthodox location order is requested based on the reasons given in the preceding paragraphs. If there are further questions concerning this application please call me at (915) 686-5798.

Sincerely,

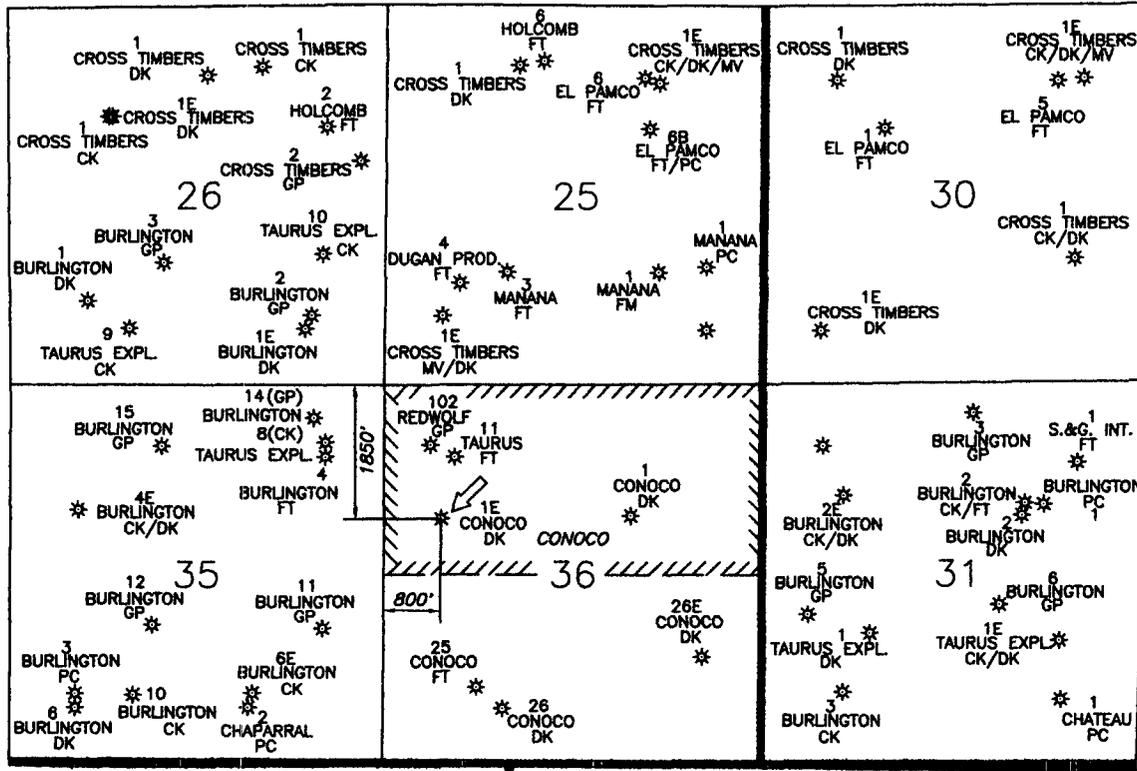
Kay Maddox
Regulatory Agent / Conoco, Inc.

KM/

Cc: Oil Conservation Division - Aztec

R 11 W

R 10 W



T
29
N

R 11 W

R 10 W

NOTES

DATE: 12/16/98

DRAWN BY: GLG

CHECKED BY:

APPROVED BY:

SCALE: 1" = 2640'

STATE PLANE COORDINATES REFERRED TO
NAD27 - N.M. WEST
STATE PLANE COORDINATES
ZONE - 3003



EPNGNA
MIDLAND DIVISION

NON-ORTHODOX
FRUITLAND COAL

State "A" Gas Com 1E, Sec.36-T29N-R11W
San Juan County, New Mexico

STATE	API	COUNTY	WELL
30	\	045	\ 25147

DRAWING
STATEA1E

CONOCO INC. OFFICE
10 DESTA DRIVE WEST
MIDLAND, TEXAS 79705

District I
PO Box 1980, Hobbs, NM 88241-1980

District II
PO Drawer DD, 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

Revised February 21, 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

API Number 30-045-25147	2 Pool Code 71629	3 Pool Name Basin Fruitland Coal
4 Property Code 014124	5 Property Name State A Gas Com	6 Well Number # 1E
7 OGRID No. 005073	8 Operator Name Conoco Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500	9 Elevation

10 Surface Location

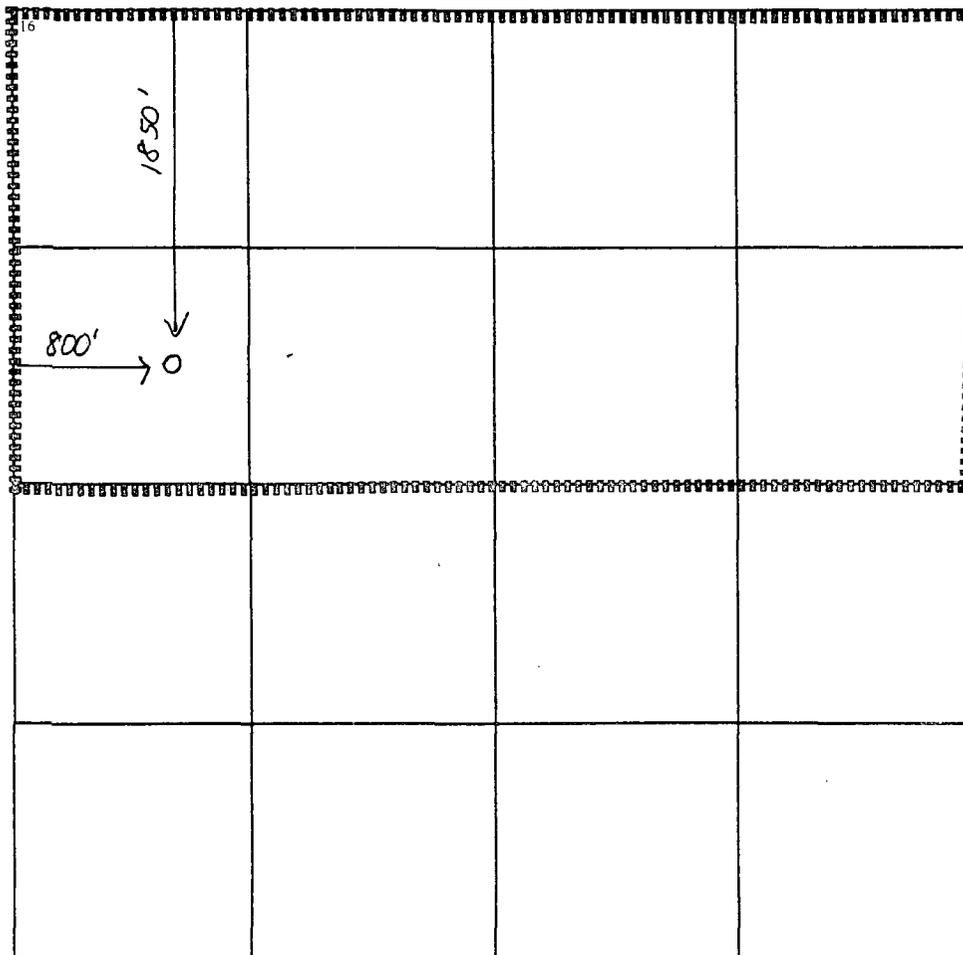
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	36	29N	11W		1850	North	800	West	San Juan

11 Bottom 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 320	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

Kay Maddox
Signature
Kay Maddox

Printed Name
Regulatory Agent

Title
December 17, 1998

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 belief.

Date of Survey

Signature and Seal of Professional Surveyor:

Certificate Number

State A Gas Com #1E
Section 36, T-29-N, R-11-W, E
1850' FNL & 800' FWL
San Juan County, NM
API # 30-045-25147

RE: Unorthodox Location for Fruitland Coal Recompletion

Notification of Offset Operators:

Burlington Resources
PO Box 4289
Farmington, NM 87499

Chapparal Oil & Gas
PO Box 100
Aztec, NM 87410-0100

Taurus Exploration
2101 6th Avenue N
Birmingham, AL 35203-2784

Manana Gas Inc
2520 Tramway Terrace CT NE
Albuquerque, NM 87122-1317

Cross Timbers
6001 HWY 64
Farmington, NM 82401

Redwolf Production
PO Box 5382
Farmington, NM 87499-5382

The above listed operators have been notified of this application – please see attached evidence.

Z 137 529 963

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Taurus Exploration</i>	
Street & Number <i>2101 6th Ave N</i>	
Post Office, State, & ZIP Code <i>Birmingham, AL 35203-2784</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	

Z 137 529 950

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Manana Gas Inc</i>	
Street & Number <i>2520 Tramway Terrace</i>	
Post Office, State, & ZIP Code <i>Albq, Nm 87192-B17</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	

0, April 1995

Z 137 529 964

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Burlington Resources</i>	
Street & Number <i>PO Box 4289</i>	
Post Office, State, & ZIP Code <i>Farmington, Nm 87499</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	

1, April 1995

Z 137 529 847

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Redwolf Prod.</i>	
Street & Number <i>PO Box 5382</i>	
Post Office, State, & ZIP Code <i>Farmington, Nm</i>	
Postage	\$ <i>87499-5382</i>
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800, April 1995

Z 137 529 948

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Cross Timbers</i>	
Street & Number <i>6001 Hwy 64</i>	
Post Office, State, & ZIP Code <i>Farmington, Nm 82401</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800, April 1995

Z 137 529 940

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to <i>Chaparral AL GAS</i>	
Street & Number <i>PO Box 100</i>	
Post Office, State, & ZIP Code <i>H2 Fee, Nm 87410-0100</i>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800, April 1995



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

August 20, 1999

Conoco, Inc.
10 Desta Drive - 100W
Midland, Texas 79705-4500

Attention: Kay Maddox

Re: *Administrative application of Conoco, Inc. dated August 1, 1999 to amend Division Administrative Order NSL-4197, dated January 11, 1999, by reorienting the dedicated acreage from a standard lay-down 320-acre unit comprising the N/2 of Section 36, Township 29 North, Range 11 West, NMPM, Basin-Fruitland Coal (Gas) Pool, San Juan County, New Mexico, to a standard lay-down 320-acre unit comprising the W/2 of Section 36*

Dear Ms. Maddox:

Why is Conoco seeking this request? How will the Fruitland coal gas ultimately be developed in Section 36?

Thank you for your cooperation in this matter.

Sincerely

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Aztec
W. Thomas Kellahin, Legal Counsel for Conoco, Inc. - Santa Fe