

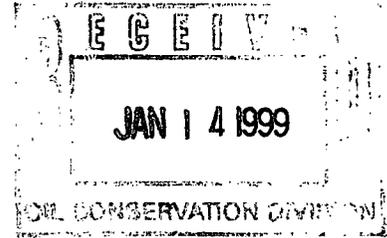
NSL 2/3/99

**A. R. KENDRICK**

Box 516  
Aztec, New Mexico 87410  
(505) 334-2555

January 12, 1999

Ms. Lori Wrotenbery  
Director  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505



Re: Application for Non-Standard Location for  
Texakoma Oil & Gas Corporation  
La Plata 9 #1, Basin Fruitland Coal Pool  
790' FNL 1850' FWL, C-9-T31N-R13W

Dear Ms. Wrotenbery:

Texakoma Oil and Gas Corporation hereby requests approval for an off-pattern location for its La Plata 9 #1 well to be located 805 feet from the north line and 2100 feet from the west line of section 9, Township 31 North, Range 13 West, in the Basin Fruitland Coal Gas Pool, San Juan County for geological reasons.

The well will be near the western edge of the productive area of the fruitland Coal formation and considered a marginal economic venture. An enclosed plat shows the wells completed in the Basin Fruitland Coal Gas Pool in Township 31 North, Range 13 West.

An attached plat shows the names and addresses of the designated operators of the offset leases, all of which have been notified by certified mail of this application by copies posted at the time this mailing.

If there are questions, please contact me.

Yours very truly,

A handwritten signature in cursive script that reads "A. R. Kendrick".

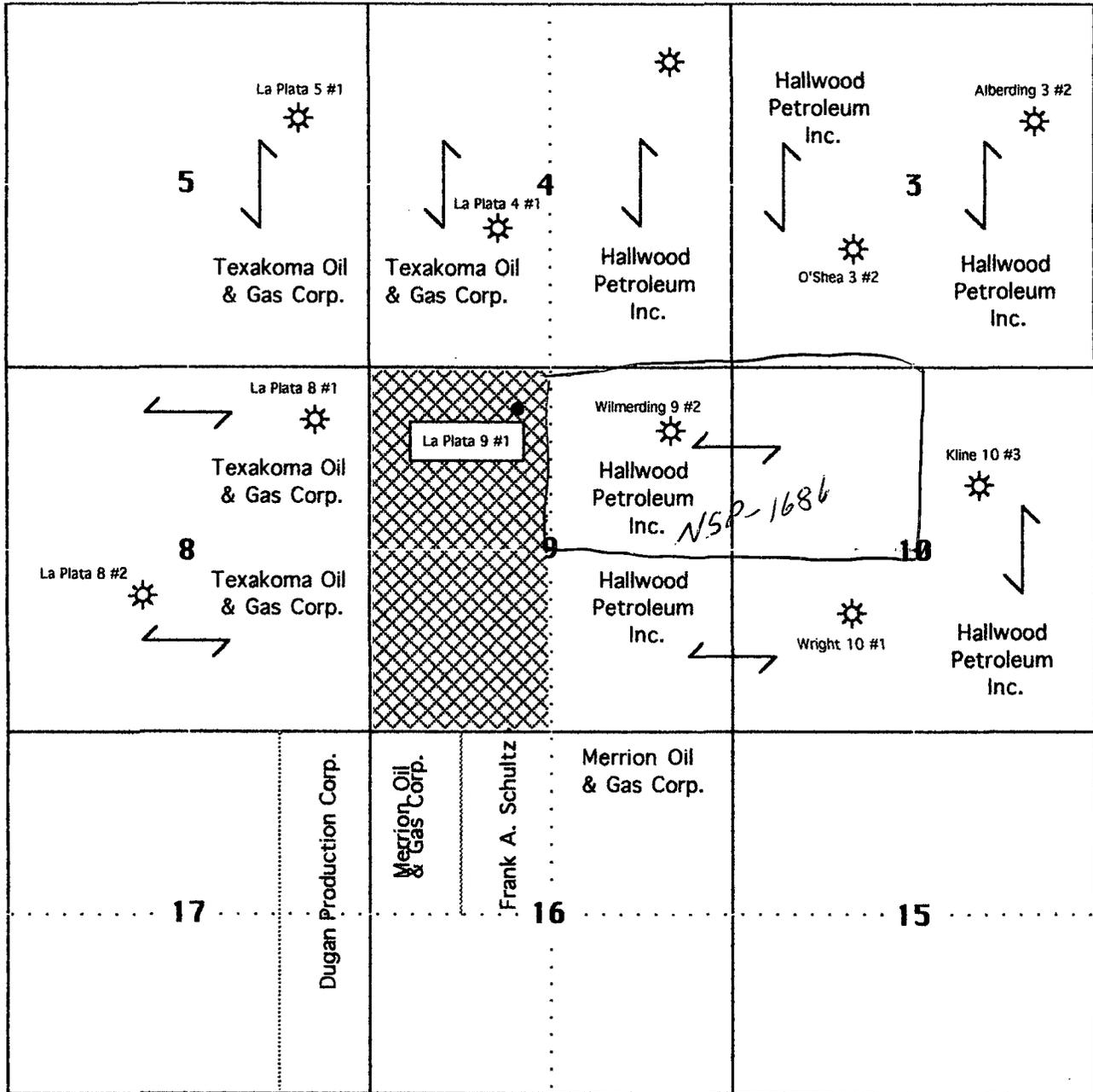
A. R. Kendrick

Attachments as stated

cc: Each offset operator by Certified Mail  
OCD, Aztec, NM

# OFFSET OPERATORS

Texakoma Oil & Gas Corporation  
 La Plata 9 #1  
 805' FNL 2100' FWL 9-T31N-R13W

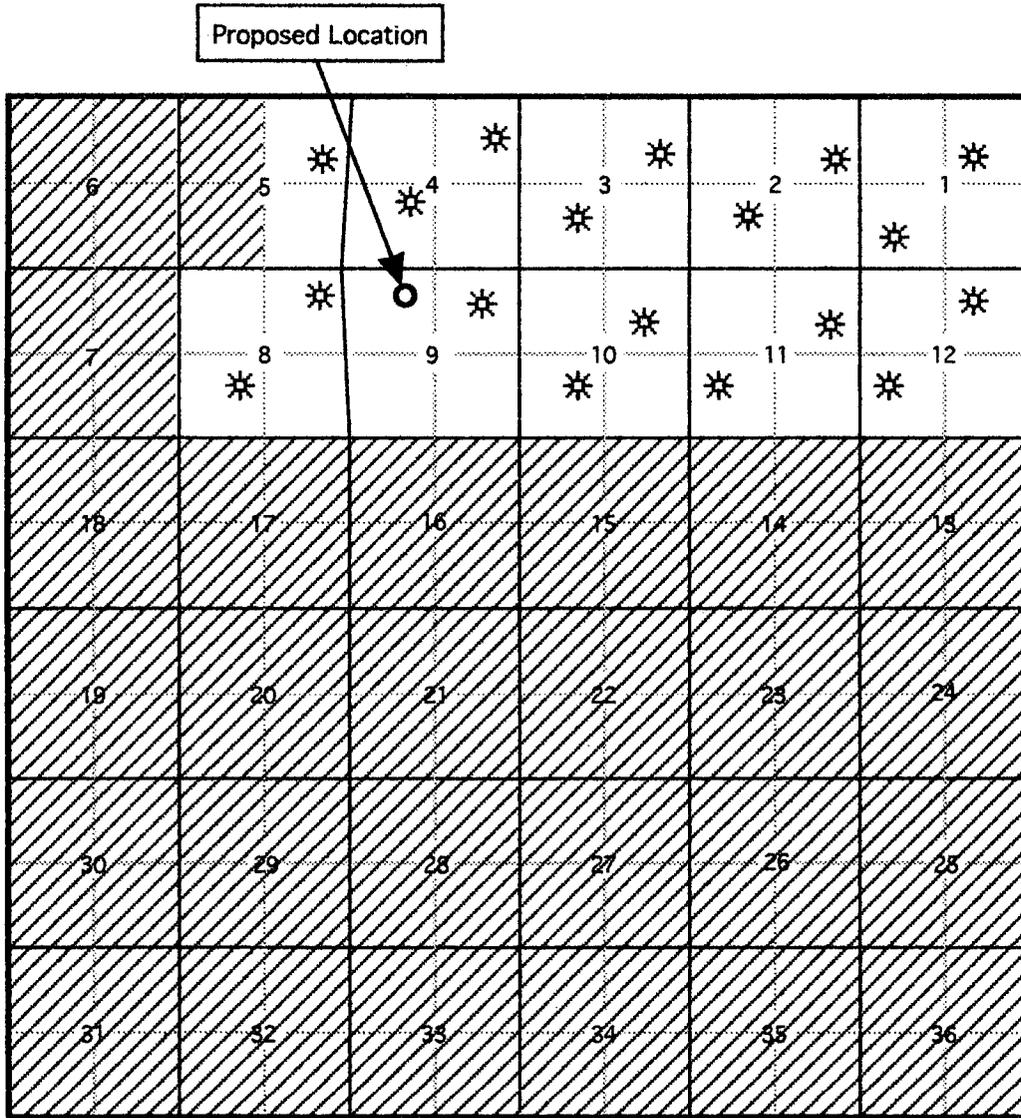


## OFFSET OPERATORS' NAMES AND ADDRESSES

Dugan Production Corp. P. O. Box 420 Farmington, New Mexico 87499-0420	Merrion oil & Gas Corp. P. O. Box 840 Farmington, New Mexico 87499-0840
Hallwood Petroleum Inc. 4582 S. Ulster Parkway St. Suite 1700 Denver, Colorado 80237	Frank A. Schultz 500 N. Akard, Suite 500, LB-1 Dallas, Texas 75201-3318

# Basin Fruitland Coal Seam Wells

Township 31 N Range 13 W



**NOTE:**

There are no Fruitland Coal wells in sections 6, 7 or 13 through 36 of Township 31 North, Range 13 West, and none in Township 31 North, Range 14 West.

A. R. KENDRICK

Box 516  
Aztec, New Mexico 87410  
(505) 334-2555

RECEIVED

JAN 15 1999

January 11, 1999

LAND

Dugan Production Corporation  
P. O. Box 420  
Farmington, New Mexico 87499-0420

Merrion Oil & Gas Corporation  
P. O. Box 840  
Farmington, New Mexico 87499-0840

Hallwood Petroleum, Inc.  
4582 S. Ulster Parkway, Suite 1700  
Denver, Colorado 80237

Frank A. Schultz  
500 N. Akard, Suite 500, LB-1  
Dallas, Texas 75201-3318

Re: Application for Unorthodox Location  
Texakoma Oil & Gas Corp.  
La Plata 9 #1, 805' FNL 2100' FWL  
C-9-T31N-R13W, Basin Fruitland Coal Gas Pool

RECEIVED  
JAN 25 1999

Dear Offset Operator:

Enclosed is a copy of the subject application being mailed this date.

Objections or requests for hearing should be filed with the Oil Conservation Division within twenty (20) days.

A waiver of objection may also be filed with the Oil Conservation Division at the discretion of the offset operator. Any such waivers will be appreciated.

If there are questions, please contact me.

Yours very truly,



A. R. Kendrick  
Agent for Texakoma Oil & Gas Corp.

Enclosure

WAIVER OF OBJECTION

We, the undersigned, hereby waive objection to the above referenced application:

Dugan Production Corp. by \_\_\_\_\_ Date \_\_\_\_\_

Hallwood Petroleum, Inc. by Jerry D. Dieter Date 1-20-99

Merrion Oil & Gas Corp. by \_\_\_\_\_ Date \_\_\_\_\_

Frank A. Schultz by \_\_\_\_\_ Date \_\_\_\_\_

*Mike Stogner*

**A. R. KENDRICK**

Box 516  
Aztec, New Mexico 87410  
(505) 334-2555

January 11, 1999



Dugan Production Corporation  
P. O. Box 420  
Farmington, New Mexico 87499-0420

Merrion Oil & Gas Corporation  
P. O. Box 840  
Farmington, New Mexico 87499-0840

Hallwood Petroleum, Inc.  
4582 S. Ulster Parkway, Suite 1700  
Denver, Colorado 80237

Frank A. Schultz  
500 N. Akard, Suite 500, LB-1  
Dallas, Texas 75201-3318

Re: Application for Unorthodox Location  
Texakoma Oil & Gas Corp.  
La Plata 9 #1, 805' FNL 2100' FWL  
C-9-T31N-R13W, Basin Fruitland Coal Gas Pool



**OIL CON. DIV.**  
**DIST. 3**

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Enclosed is a copy of the subject application being mailed this date.

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If there are questions, please contact me.

Yours very truly,

*A. R. Kendrick*

A. R. Kendrick  
Agent for Texakoma Oil & Gas Corp.

Enclosure

**WAIVER OF OBJECTION**

We, the undersigned, hereby waive objection to the above referenced application:

Dugan Production Corp. by *Thomas A. Rugg* Date *1-13-99*

Hallwood Petroleum, Inc. by \_\_\_\_\_ Date \_\_\_\_\_

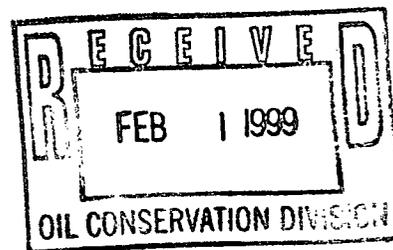
Merrion Oil & Gas Corp. by \_\_\_\_\_ Date \_\_\_\_\_

Frank A. Schultz by \_\_\_\_\_ Date \_\_\_\_\_

A. R. KENDRICK

Box 516  
Aztec, New Mexico 87410  
(505) 334-2555

January 27, 1999



Ms. Lori Wrotenbery  
Director  
Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505

Re: Return Receipt Cards  
Application for Non-Standard Location for  
Texakoma Oil & Gas Corporation  
La Plata 9 #1, Basin Fruitland Coal Pool  
790' FNL 1850' FWL, C-9-T31N-R13W

Dear Ms. Wrotenbery:

Enclosed are the original Return Receipt Cards along with copies of the receipts showing that notice of the subject application was received by the offset operators.

If there are questions, please contact me.

Yours very truly,

A handwritten signature in cursive script, appearing to read "A. R. Kendrick".

A. R. Kendrick

Enclosures

cc: Texakoma Oil & Gas Corporation  
OCD, Aztec, NM

# A. R. KENDRICK

Box 516  
Aztec, New Mexico 87410  
(505) 334-2555



January 11, 1999

Dugan Production Corporation  
P. O. Box 420  
Farmington, New Mexico 87499-0420

Merrion Oil & Gas Corporation  
P. O. Box 840  
Farmington, New Mexico 87499-0840

Hallwood Petroleum, Inc.  
4582 S. Ulster Parkway, Suite 1700  
Denver, Colorado 80237

Frank A. Schultz  
500 N. Akard, Suite 500, LB-1  
Dallas, Texas 75201-3318

Re: Application for Unorthodox Location  
Texakoma Oil & Gas Corp.  
La Plata 9 #1, 805' FNL 2100' FWL  
C-9-T31N-R13W, Basin Fruitland Coal Gas Pool

Dear Offset Operator:

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If there are questions, please contact me.

Yours very truly,

A. R. Kendrick  
Agent for Texakoma Oil & Gas Corp.

Enclosure

## WAIVER OF OBJECTION

We, the undersigned, hereby waive objection to the above referenced application:

Dugan Production Corp. by \_\_\_\_\_ Date \_\_\_\_\_

Hallwood Petroleum, Inc. by \_\_\_\_\_ Date \_\_\_\_\_

Merrion Oil & Gas Corp. by George Sharpe Date 1-15-98

Frank A. Schultz by \_\_\_\_\_ Date \_\_\_\_\_

Z 776 136 898

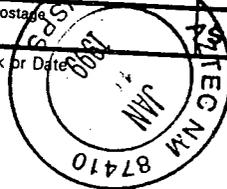


### Receipt for Certified Mail

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

PS Form 3800, March 1993

Sent to	
Dugan Production Corp.	
Street and No.	
Box 420	
P.O., State and ZIP Code	
Farmington, NM 87499	
Postage	\$ 33
Certified Fee	140
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	125
Return Receipt Showing to Whom, Date, and Addressee's Address	98
TOTAL Postage & Fees	\$ 2.28
Postmark or Date	



Z 776 136 900

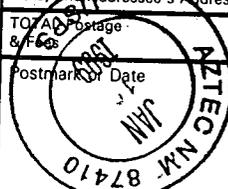


### Receipt for Certified Mail

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

PS Form 3800, March 1993

Sent to	
Hallwood Petroleum, Inc.	
Street and No.	
4582 S. Ulster Pkwy 1700	
P.O., State and ZIP Code	
Denver, CO 80237	
Postage	\$ 33
Certified Fee	140
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	125
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 2.28
Postmark or Date	



Z 776 136 899

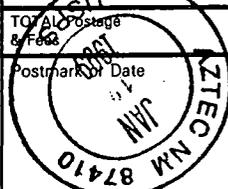


### Receipt for Certified Mail

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

PS Form 3800, March 1993

Sent to	
Merrion Oil & Gas Corp.	
Street and No.	
Box 840	
P.O., State and ZIP Code	
Farmington, NM 87499	
Postage	\$ 33
Certified Fee	140
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	125
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 2.28
Postmark or Date	



Z 776 136 901

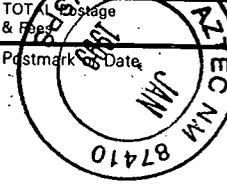


### Receipt for Certified Mail

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

PS Form 3800, March 1993

Sent to	
Frank A. Schultz	
Street and No.	
500 N. Akard #500 LB-1	
P.O., State and ZIP Code	
Dallas, TX 75201-3318	
Postage	\$ 33
Certified Fee	140
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	125
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$ 2.28
Postmark or Date	



CMD : ONGARD 01/22/99 07:20:17  
OG6ACRE C102-DEDICATE ACREAGE OGOMES -TPFN  
Page No : 1

API Well No : 30 45 29028 Eff Date : 04-11-1994  
Pool Idn : 71629 BASIN FRUITLAND COAL (GAS)  
Prop Idn : 13525 WILMERDING 9 Well No : 002  
Spacing Unit : 42163 OCD Order : Simultaneous Dedication: N  
Sect/Twp/Rng : Acreage : 320.00 Revised C102? (Y/N) :  
Dedicated Land:

S	Base	U/L	Sec	Twp	Rng	Acreage	L/W	Ownership	Lot	Idn
	A		9	31N	13W	40.00	N	FE		
	B		9	31N	13W	40.00	N	FE		
	G		9	31N	13W	40.00	N	FE		
	H		9	31N	13W	40.00	N	FE		
	C		10	31N	13W	40.00	N	FE		
	D		10	31N	13W	40.00	N	FE		
	E		10	31N	13W	40.00	N	FE		
	F		10	31N	13W	40.00	N	FE		

E0005: Enter data to modify or PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM  
PF07 BKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/22/99 07:19:35  
OGOMES -TPFN  
PAGE NO: 2

Sec : 09 Twp : 31N Rng : 13W Section Type : NORMAL

L 40.00  Fee owned	K 40.00  Fee owned  A	J 40.00  Fee owned	I 40.00  Fee owned
M 40.00  Fee owned	N 40.00  Fee owned	O 40.00  Fee owned	P 40.00  Fee owned

PF01 HELP    PF02            PF03 EXIT    PF04 GoTo    PF05            PF06  
PF07 BKWD    PF08 FWD       PF09 PRINT   PF10 SDIV     PF11            PF12

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

01/22/99 07:18:45  
OGOMES -TPFN  
PAGE NO: 1

Sec : 09 Twp : 31N Rng : 13W Section Type : NORMAL

D 40.00	C 40.00	B 40.00	A 40.00
Fee owned	Fee owned	Fee owned	Fee owned
	A	A	A
E 40.00	F 40.00	G 40.00	H 40.00
Fee owned	Fee owned	Fee owned	Fee owned

PF01 HELP    PF02            PF03 EXIT    PF04 GoTo    PF05            PF06  
PF07 BKWD   PF08 FWD      PF09 PRINT   PF10 SDIV     PF11            PF12

CMD : ONGARD 01/22/99 07:18:54  
OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TPFN

OGRID Idn : 22521 API Well No: 30 45 29778 APD Status(A/C/P): A  
Opr Name, Addr: TEXAKOMA OIL & GAS CORP Aprvl/Cncl Date : 01-14-1999  
5400 LBJ FRWY  
STE 500  
DALLAS, TX 75240

Prop Idn: 24119 LA PLATA 9 Well No: 1

	U/L	Sec	Township	Range	Lot	Idn	North/South	East/West
	---	---	-----	-----	-----	-----	-----	-----
Surface Locn :	C	9	31N	13W			FTG 805 F N	FTG 2100 F W
OCD U/L :	C		API County :	45				

Work typ(N/E/D/P/A) : N Well typ(O/G/M/I/S/W/C): G Cable/Rotary (C/R) : F  
Lease typ(F/S/P/N/J/U/I): P Ground Level Elevation : 5881

State Lease No: Multiple Comp (Y/N) : N  
Prpsd Depth : 2300 Prpsd Frmtn : BASIN FRUITLAND COAL

E0009: Enter data to modify record

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM  
PF07 PF08 PF09 PRINT PF10 C102 PF11 HISTORY PF12

UNITED STATES POSTAL SERVICE

Official Business



~~PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300~~



Print your name, address and ZIP Code here

**A. R. Kendrick**

Box 516

Aztec, New Mexico 87410

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- 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:

Dugan Production Corp.  
Box 420  
Farmington, NM 87499-0420

4a. Article Number

Z 776 136 898

4b. Service Type

- Registered  Insured
- Certified  COD
- Express Mail  Return Receipt for Merchandise

7. Date of Delivery

1-13-99

5. Signature (Addressee)

*TOBY SUTTON*

6. Signature (Agent)

*[Signature]*

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

Thank you for using Return Receipt Service.

UNITED STATES POSTAL SERVICE



Official Business

PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



Print your name, address and ZIP Code here

**A. R. Kendrick**  
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Aztec, New Mexico 87410

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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:

Hallwood Petroleum, Inc.  
4528 S. Ulster Pkwy Ste 1700  
Denver, CO 80237

4a. Article Number

Z 776 136 900

4b. Service Type

- Registered  Insured
- Certified  COD
- Express Mail  Return Receipt for Merchandise

7. Date of Delivery

5. Signature (Addressee)

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

6. Signature (Agent)

Thank you for using Return Receipt Service.

UNITED STATES POSTAL SERVICE



**Official Business**

PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



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**A. R. Kendrick**  
Box 516  
Aztec, New Mexico 87410

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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:

Merrion Oil & Gas Corp.  
 Box 840  
 Farmington, NM 87499-0840

4a. Article Number

Z 776 136 899

4b. Service Type

Registered       Insured

Certified       COD

Express Mail       Return Receipt for Merchandise

7. Date of Delivery

5. Signature (Addressee)

*P. Garcia*

6. Signature (Agent)

*P. Garcia*

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

Thank you for using Return Receipt Service.

UNITED STATES POSTAL SERVICE



Official Business

PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



Print your name, address and ZIP Code here

**A. R. Kendrick**  
Box 516  
Aztec, New Mexico 87410



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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:

Frank A. Schultz  
 500 N. Akard, Ste 500 LB-1  
 Dallas, Texas 75201-3318

4a. Article Number

Z 776 136 901

4b. Service Type

Registered       Insured

Certified       COD

Express Mail       Return Receipt for Merchandise

7. Date of Delivery

JAN 19 1999

5. Signature (Addressee)

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

6. Signature (Agent)

*Statterson*

Thank you for using Return Receipt Service.