

DATE 9/21/01	ENGINEER MS	LOGGED IN KW	TYPE NSL	APP NO. 126856592
-----------------	----------------	-----------------	-------------	----------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

SEP 21 2001

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

A.R. KENDRICK *A.R. Kendrick* AGENT 9/20/01
 Print or Type Name Signature Title Date

 e-mail Address

A. R. KENDRICK

P. O. Box 516
Aztec, New Mexico 87410

September 20, 2001

Ms. Lori Wrotenbery
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 16 #1, API No. 30-045-30786
Basin Fruitland Coal Pool (71629)
1568' FSL 1640' FEL, J-18-T31N-R13W

Dear Ms. Wrotenbery:

Texakoma Oil & Gas Corporation hereby requests approval for an off-pattern location for its La Plata 16 #1 well, API No. 30-045-30786, to be located 682 feet from the north line and 1297 feet from the west line of section 16, Township 31 North, Range 13 West, in the Basin Fruitland Coal Gas Pool (71629), San Juan County, New Mexico because of geology.

The location is near the western edge of the productive area of the Fruitland Coal formation and considered a marginal economic venture.

Exhibit A shows ridge lines highlighted in yellow of the more competent sandstone beds within the Kirtland/Fruitland Shale formations due to the settling of the San Juan Basin and/or the uplift of Ute Dome. The outcrop of the Basal Fruitland Coal formation is in Range 14 West.

Exhibit B shows all the wells of record in the Basin Fruitland Coal Gas Pool in Townships 31 and 32 North, Ranges 13 and 14 West. There are no Fruitland Coal wells in the southwestern quarter of Township 31 North, Range 13 West; the northwestern half of Township 32 North, Range 13 West; or in Range 14 West of this exhibit.

Exhibit C is a plat which shows the operators of the offset leases.

Exhibit D is a list of offset operators names and addresses notified of this application by Certified Mail at the same mailing as this application.

Exhibit E is a copy of Form C-102, Well Location and Acreage Dedication Plat.

If there are questions, please contact me by phone or fax at (505) 334-2555.

Yours very truly,



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

cc: Oil Conservation Division, 1000 Rio Brazos Road, Aztec, NM 87410
Offset Operators as per Exhibit D by Certified Mail

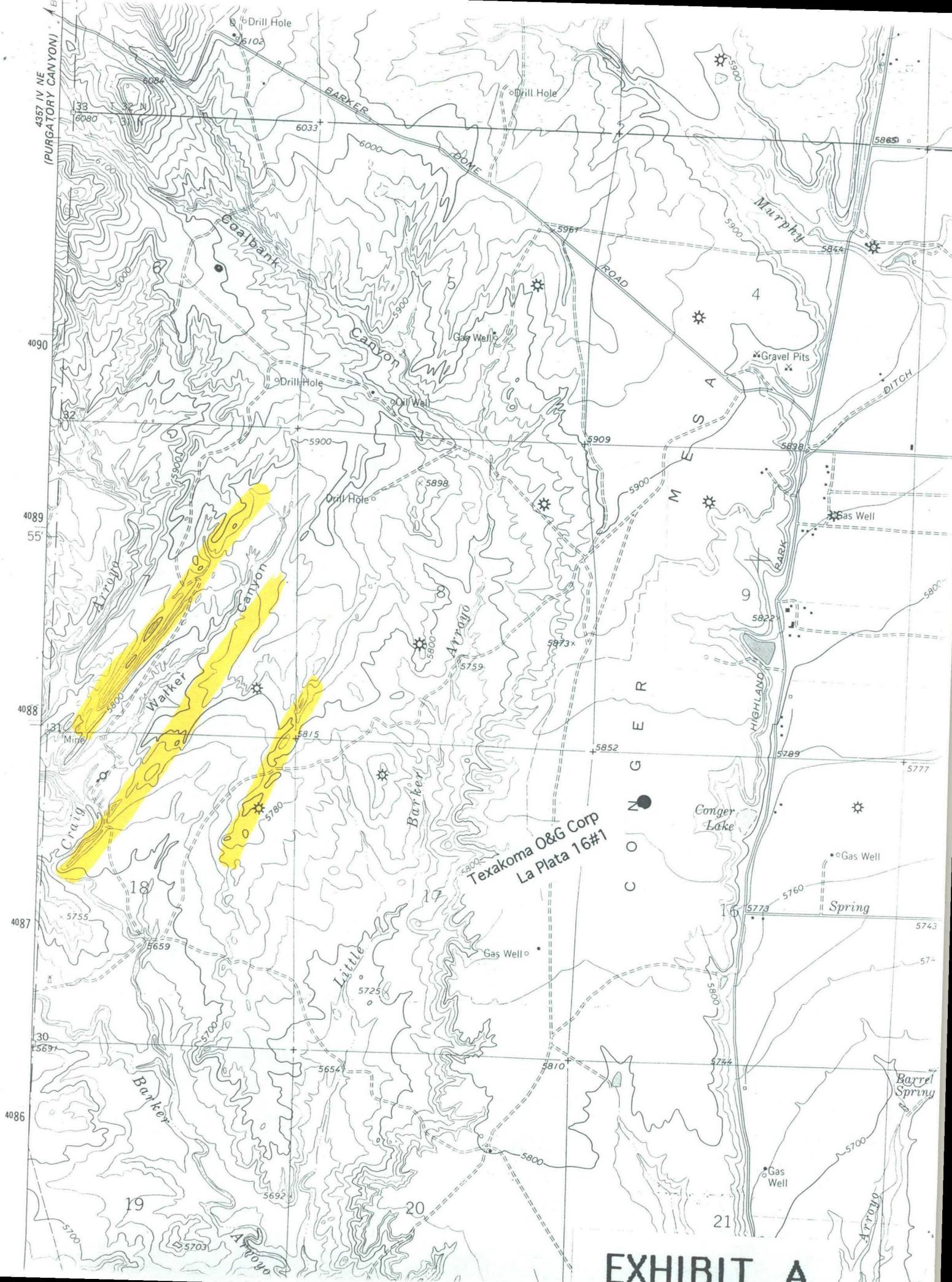
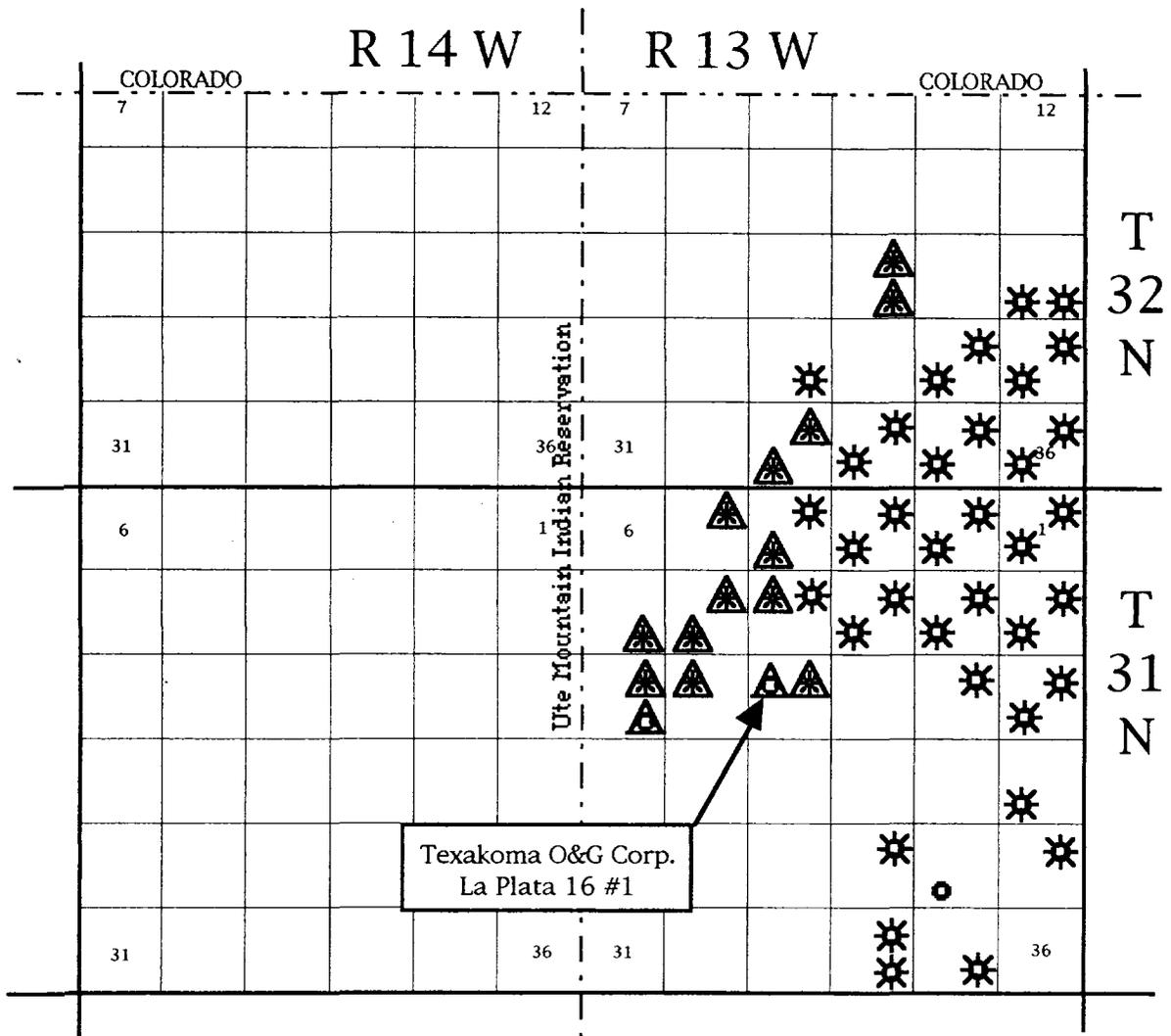


EXHIBIT A

Fruitland Coal Wells

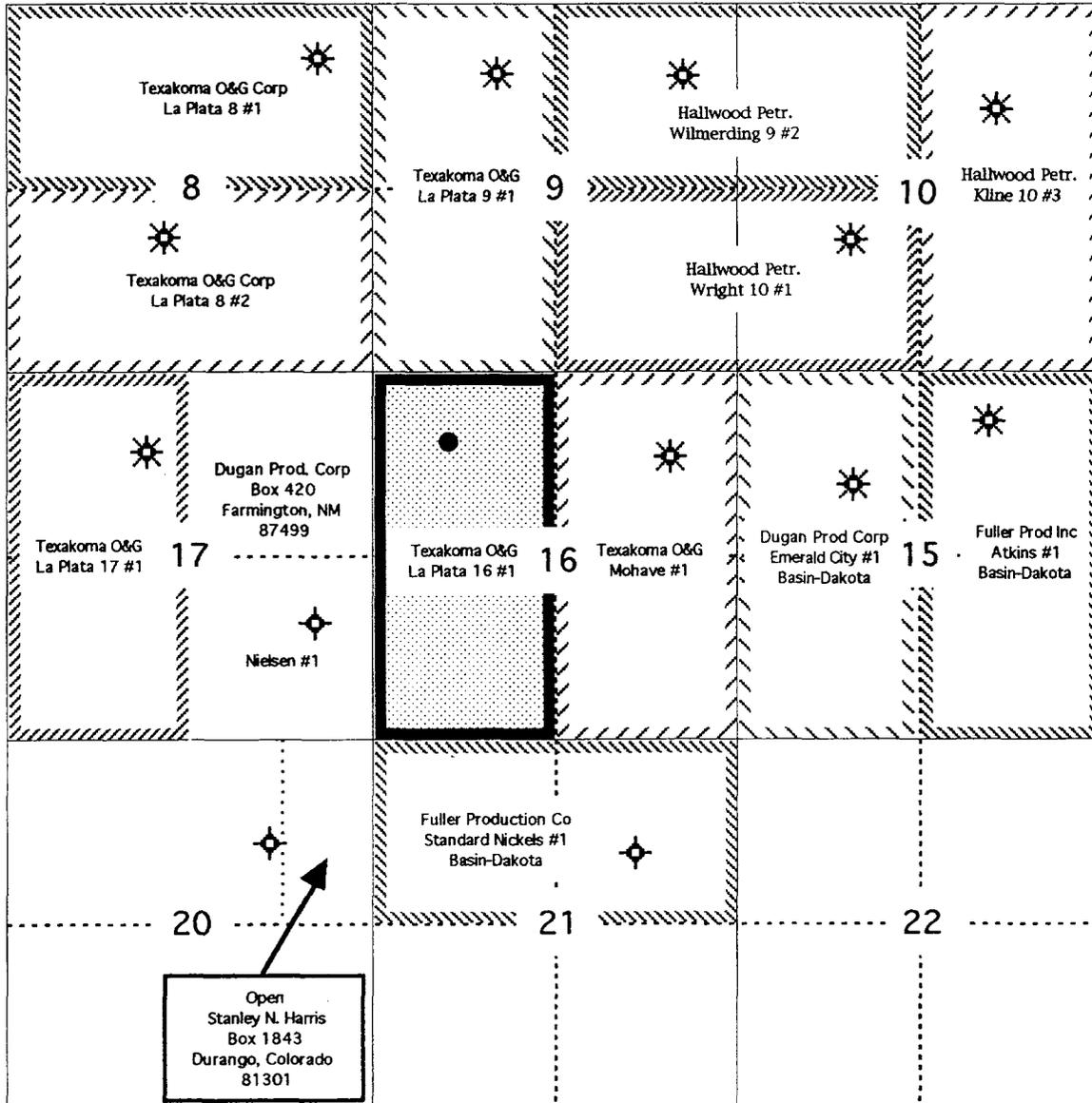


- ▲ Operated by Texakoma Oil & Gas Corp.
- * Operated by Other Interests
- ▲ ○ Wells not completed

Fruitland Coal Offset Wells

W/2 - 16 - T 31 N - R 13 W

La Plata 16 #1, Basin-Fruitland Coal Well



OFFSET OPERATORS

Name and Address

Certified Mail Receipt Number

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

7001 0320 0000 8072 7100

Fuller Production Inc.
Box 11327
Midland, Texas 79702

7001 0320 0000 8072 7094

Mr. Stanley N. Harris
P. O. Box 1843
Durango, Colorado 81301

7001 0320 0000 8072 7087

State of New Mexico
 Energy, Minerals & Mining Resources Department
 OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

Form C - 102

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

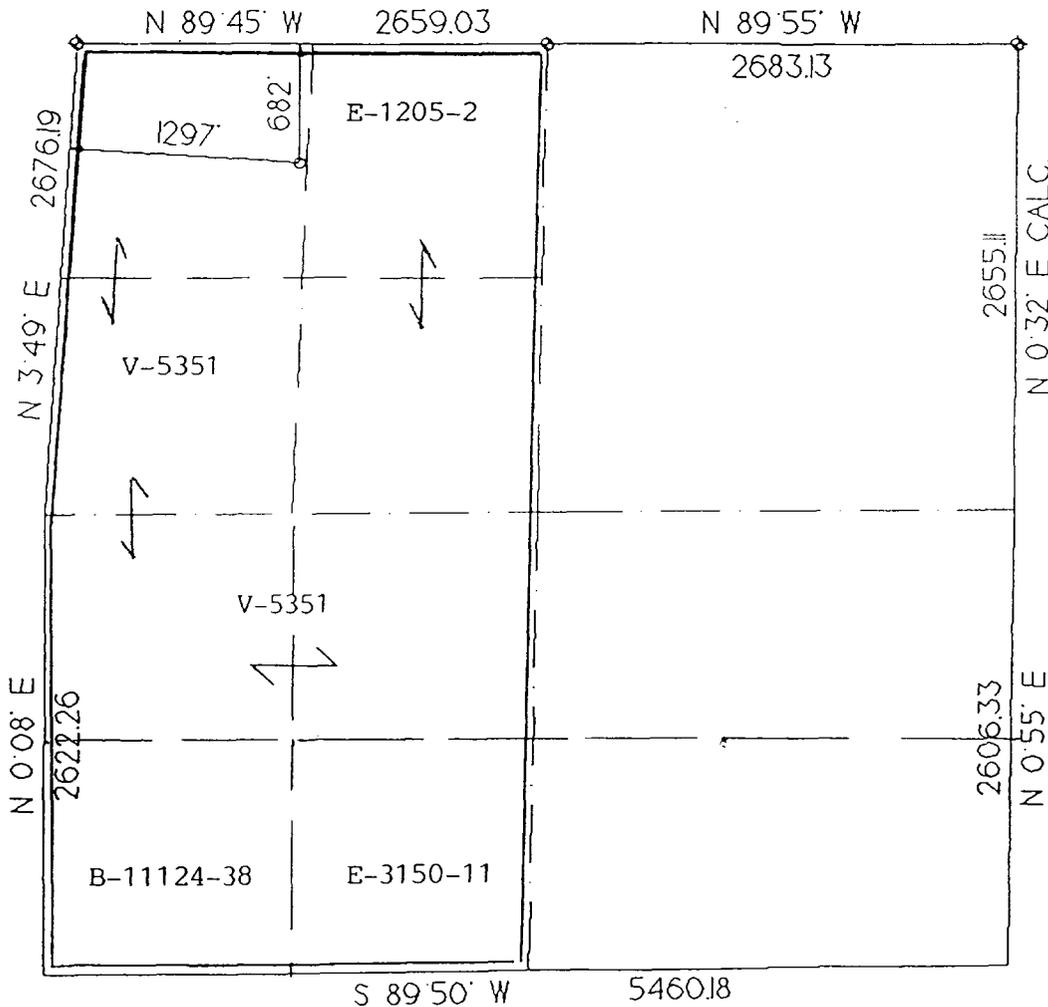
APA Number	Pool Code 71629	Pool Name Basin-Fruitland Coal
Property Code	Property Name TEXAKOMA - LA PLATA 16	Well Number 1
OGRID No. 022521	Operator Name TEXAKOMA OIL & GAS CORPORATION	Elevation 5850'

Surface Location									
UL or Lot	Sec.	Twp.	Rge.	Lot Lth.	Feet from >	North/South	Feet from >	East/West	County
D	16	31 N.	13. W.		682'	NORTH	1297'	WEST	SAN JUAN

Bottom Hole Location If Different From Surface									
UL or Lot	Sec.	Twp.	Rge.	Lot Lth.	Feet from >	North/South	Feet from >	East/West	County

Dedication W/320	Joint? N	Consolidation C	Order No.
---------------------	-------------	--------------------	-----------

NO ALLOWABLE WILL ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
 OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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

Signature: *A. R. Kendrick*
 Printed Name: A. R. Kendrick
 Title: Agent
 Date: 8/20/01

SURVEYOR CERTIFICATION
 I hereby certify that the well location 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: *[Signature]*
 Professional Surveyor
 Registered Land Surveyor
 No. 6844
 AG. HULL LESTON

EXHIBIT E

CMD : ONGARD 09/26/01 13:32:19
OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TQAE

OGRID Idn : 22521 API Well No: 30 45 30786 APD Status(A/C/P): A
Opr Name, Addr: TEXAKOMA OIL & GAS CORP Aprvl/Cncl Date : 08-20-2001
5400 LBJ FRWY
STE 500
DALLAS, TX 75240

Prop Idn: 28760 LA PLATA 16 Well No: 1

	U/L	Sec	Township	Range	Lot	Idn	North/South	East/West
	---	---	-----	-----	-----	-----	-----	-----
Surface Locn	: D	16	31N	13W			FTG 682 F N	FTG 1297 F W
OCD U/L	: D		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 : 5850

State Lease No: Multiple Comp (S/M/C) : S
Prpsd Depth : 2200 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

71629

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

09/26/01 13:31:55
OGOMES -TQAF
PAGE NO: 1

Sec : 16 Twp : 31N Rng : 13W Section Type : NORMAL

D 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03 A	C 40.00 CS E01205 0002 SCHULTZ & EL PASO 02/10/57	B 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03 C	A 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03 C A
E 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03	F 40.00 CS E01205 0002 SCHULTZ & EL PASO 02/10/57	G 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03 C	H 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03 C

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

09/26/01 13:32:04
OGOMES -TQAF
PAGE NO: 2

Sec : 16 Twp : 31N Rng : 13W Section Type : NORMAL

L 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03	K 40.00 CS V05351 0001 TEXAKOMA OIL & GA 08/01/03	J 40.00 CS V05351 0001 TEXAKOMA OIL & GA C 08/01/03	I 40.00 CS V05351 0001 TEXAKOMA OIL & GA C 08/01/03
M 40.00 CS B11124 0038 EVKO DEVELOPMENT 03/21/54	N 40.00 CS E03150 0011 EL PASO PRODUCTIO 12/10/59	O 40.00 CS V05351 0001 TEXAKOMA OIL & GA C 08/01/03	P 40.00 CS E01205 0002 SCHULTZ & EL PASC C 02/10/57

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

Stogner, Michael

From: Stogner, Michael
Sent: Wednesday, September 26, 2001 2:12 PM
To: Hayden, Steven
Cc: Chavez, Frank
Subject: 2 Texakoma NSL appls.

I've reviewed Al Kendrick's Fruitland coal NSL applications of Sept. 21st for Texakoma's: (i) La Plata 16 #1 (30-045-30786) in D-16-31N-R13W; and (ii) La Plata "18" #2 (30-045-30787) in J-18-31N-13W.

He shows that Aztec was provided copies.

Orders won't be ready for release until Oct. 11th.

Until then, does Aztec have any comments concerning either request? Thanks.

Stogner, Michael

From: Hayden, Steven
Sent: Friday, September 28, 2001 10:22 AM
To: Stogner, Michael
Subject: RE: 2 Texakoma NSL appls.

These wells are so close to the outcrop, I am not concerned with their effect on drainage patterns by being non-standard. I don't see how they could affect any area large enough to interfere with surrounding sections drainage.



Steve Hayden
NM OCD District III
1000 Rio Brazos Rd.
Aztec, NM 87410

shayden@state.nm.us
(505) 334-6178 Ext. 14
Fax: (505) 334-6170

-----Original Message-----

From: Stogner, Michael
Sent: Wednesday, September 26, 2001 2:12 PM
To: Hayden, Steven
Cc: Chavez, Frank
Subject: 2 Texakoma NSL appls.

I've reviewed Al Kendrick's Fruitland coal NSL applications of Sept. 21st for Texakoma's: (i) La Plata 16 #1 (30-045-30786) in D-16-31N-R13W; and (ii) La Plata "18" #2 (30-045-30787) in J-18-31N-13W.

He shows that Aztec was provided copies.

Orders won't be ready for release until Oct. 11th.

Until then, does Aztec have any comments concerning either request? Thanks.

A. R. KENDRICK

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

October 2, 2001

OCT - 4 2001

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

Re: Re: Application for Non-Standard Location for
Texakoma Oil & Gas Corporation
La Plata 16 #1, API No. 30-045-30786
Basin Fruitland Coal Pool (71629)
1568' FSL 1640' FEL, J-18-T31N-R13W

Dear Ms. Wrotenbery:

Enclosed are the Return Receipt Cards proving delivery of the subject application to the offset operators of the referenced well.

If there are questions, please contact me or Texakoma Oil and Gas Corporation.

Yours very truly,



A. R. Kendrick

Enclosures

cc: Texakoma Oil & Gas Corporation

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to: 161

Fuller Production Inc.
Box 11327
Midland, Texas 79702

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) SEP 25 2001 B. Date of Delivery

C. Signature Royce Fort Agent Address

X

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Copy from service label) 7001 0320 0000 8072 7094

PS Form 3811, July 1999 **SEP 20 2001** Domestic Return Receipt 102595-00-M-0952

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to: 161

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

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) STAN ALLEN B. Date of Delivery 9-21-01

C. Signature [Signature] Agent Address

X

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Copy from service label) 7001 0320 0000 8072 7100

PS Form 3811, July 1999 **SEP 22 2001** Domestic Return Receipt 102595-00-M-0952

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to: 161

Mr. Stanley N. Harris
P. O. Box 1843
Durango, Colorado 81301

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature Cheyl Harris Agent Address

X

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Copy from service label) 7001 0320 0000 8072 7087

PS Form 3811, July 1999 **SEP 22 2001** Domestic Return Receipt 102595-00-M-0952

New Mexico Oil Conservation Division---Engineering Bureau
Administrative Application Process Documentation

Date Application Received: 9-21-2001

Date of Preliminary Review: 9-26-2001
(Note: Must be within 10-days of received date)

Results: Application Complete Application Incomplete

Date Incomplete Letter Sent: NA

Deadline to Submit Requested Information: NA

Phone Call Date: —
(Note: Only applies if requested data is not submitted within the 7-day deadline)

Phone Log Completed? Yes No

Date Application Processed: _____

Date Application Returned: _____
(Note: Only as a last resort & only after repeated attempts by the Division to obtain the necessary information to process the application)