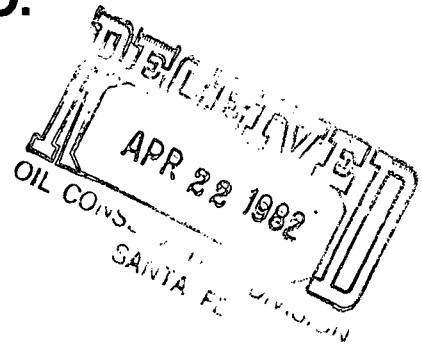


PACE EXPLORATION CO.

P. O. Box 588
ARTESIA, NEW MEXICO 88211-0588



April 20, 1982

EXCEPTION TO UNORTHODOX
PRORATION UNIT
PACE EXPLORATION COMPANY
RHONDA "PG" STATE #1
1980' FSL 660' FWL Sec. 35, T7S, R35E
TODD UPPER SAN ANDRES FIELD
ROOSEVELT COUNTY, NEW MEXICO

sw/H

New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, N.M. 87501

Gentlemen:

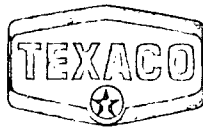
Pace Exploration Company requests exception for an unorthodox proration unit for the subject well. Field rules require 320 acre proration units for gas wells in the Todd Upper San Andres Field and since the subject well has only 160 acres, an exception is needed.

Texaco Inc., as an offset operation, has waived objection to this application.

Yours very truly,

Randall L. Harris
Exploration Manager

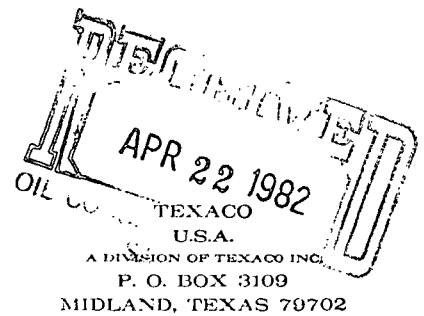
RLH/slh



PETROLEUM PRODUCTS

PRODUCING DEPARTMENT

March 4, 1982



EXCEPTION TO UNORTHODOX
PRORATION UNIT
PACE EXPLORATION CO.
RHONDA "PG" STATE WELL NO. 1
TODD UPPER SAN ANDRES FIELD
ROOSEVELT COUNTY, NEW MEXICO

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Texaco Inc. has been advised by Pace Exploration Co. of their application for exception to an unorthodox proration unit for the subject well. Field rules require 320 acre proration units for gas wells in the Todd Upper San Andres Field and since the subject well will only have 160 acres, an exception is needed.

We understand the subject well is located 1980' FSL and 660" FWL of Section 35, T-7-S, R-35-E, Roosevelt County, New Mexico.

Texaco Inc, as an offset operator, waives objection to the application.

Yours very truly,

Alan R. McDaniel
Division Vice President

By James W. Cox
James W. Cox
Petroleum Engineering Manager

JMWsr/sr

cc: Pace Exploration Co.
P. O. Box 588
Artesia, New Mexico 88211

PACE EXPLORATION CO.

P. O. Box 588
ARTESIA, NEW MEXICO 88211-0588



April 26, 1982

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, N.M. 87501

ATTENTION: R.L. Stamets

RE: Application for Non-Standard
Proration Unit: Rhonda "PG"
State No. 1, Sec. 35, T-7-S,
R-35-E, Todd-Upper San Andres
Pool

Dear Mr. Stamets:

In response to your letter requesting plats, please find enclosed two plats outlining requested Non-Standard Proration Unit acreage and offsetting acreage.

Thank You,

H.W. Pace
President

HWP/slh

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

APR 28 1982

All dimensions shall be from the outer boundaries of the Section

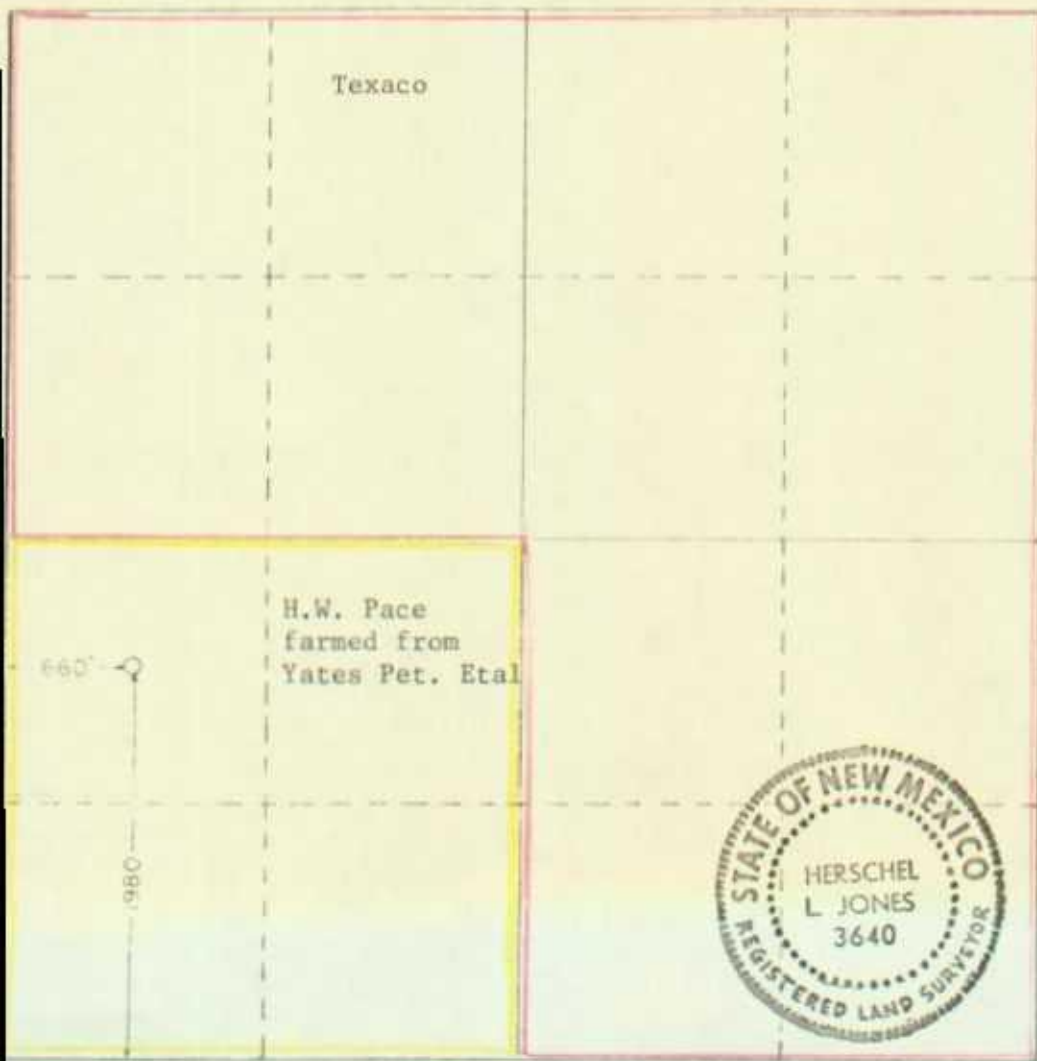
H.W. PACE		Blanca H. State		OIL CONSERVATION DIVISION	
Section	Township	Range	County	SANTA FE	
1	35	7 South	35 East	Roosevelt	
A. Well Location and Location of Well					
1980	feet from the	South	line and	660	feet from the
West Line	Producing Formation	Pool	Todd	Estimated Acreage	160
4193.0	San Andres				

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation

If answer is "no," list the owners and tract descriptions which have actually been consolidated (Use reverse side of this form if necessary.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

Name

Operator

Initial

H.W. Pace

Company

8/24/81

Date

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.

Date Surveyed

August 18, 1981

Registered Professional Engineer and/or Land Surveyor

Herschel L. Jones

Certificate No.



BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

May 4, 1982

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Pace Exploration Co.
P. O. Box 588
Artesia, New Mexico 88211-0588

Re: Application for Non-Standard

Pro Unit

Location: Rhonda "PG" State

No. 1, Sec. 35, T-7-S, R-35-E

Todd-Upper San Andres, Additional
Request

We may not process the subject application for non-standard location until the required information or plats checked below (is) (are) submitted.

- ☐ A plat must be submitted clearly showing the ownership of the offsetting leases.
- ☐ A statement must be submitted that offset owners have been notified of the application by certified mail.
- ☐ A plat must be submitted fully identifying the topography necessitating the non-standard location.
- ☒ Other: The offset operators in Section 34 to the west and Section 2 and 3 to the south must also receive notice of the application.

Very truly yours

R. L. STAMETS
Technical Support Chief

RLS/dr

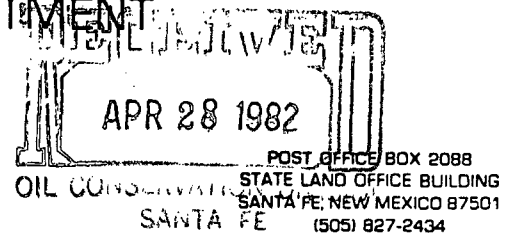
If there are questions on this matter, please call me at 827-2434.



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

April 23, 1982

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY



Pace Exploration Co.
P. O. Box 588
Artesia, New Mexico 88211-0588

Re: Application for Non-Standard
Proration Unit: Rhonda "PG"
State No. 1, Sec. 35, T-7-S, R-35-E,
Todd-Upper San Andres Pool

We may not process the subject application for a non-standard proration unit until the required information or plats checked below (is) (are) submitted.

- ☒ A plat must be submitted clearly showing the ownership of the offsetting leases.
- ☐ A statement must be submitted that offset owners have been notified of the application by certified mail.
- ☒ A plat must be submitted identifying the requested non-standard proration unit and offsetting acreage.
- ☐ The pool(s) or formation(s) for which the non-standard proration unit is requested must be identified.
- ☐ Other:

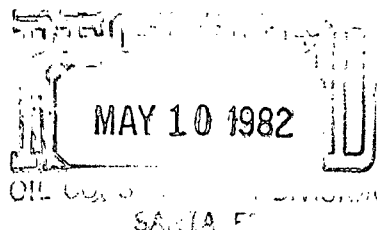
Very truly yours,

R. L. STAMETS
Technical Support Chief

RLS/dr

PACE EXPLORATION CO.

P. O. Box 588
ARTESIA, NEW MEXICO 88211-0588



May 7, 1982

R.L. Stamets
Oil Conservation Division
P.O. Box 2088
Santa Fe, N.M. 87501

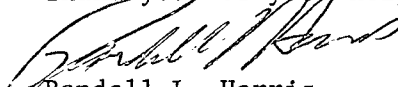
RE: Application for Non-Standard
Unit: Pace Exploration Co.
Rhonda "PG" State #1, 1980 FSL
660 FWL, Section 35-T7S-R35E
NMPM Todd Upper San-Andres gas
pool, Roosevelt Co., N.M.

Dear Mr. Stamets:

Pursuant to our phone conversation on May 7, 1982, I have notified, by return receipt mail, the offset operators in Section 34 to the West and Section 3 to the South, in addition to Alex J. Armijo, Commissioner of Public Lands, for the unleased state land of Section 2.

If you should need any additional information such as, copies of the letters or the return receipt, please advise.

Thank you for your help,

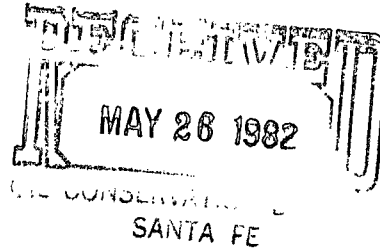

Randall L. Harris
Exploration Manager

RLH/slh



INEXCO OIL COMPANY

1309



May 19, 1982

Pace Exploration Co.
P.O. Box 588
Artesia, New Mexico 88211-0588

Att: Randall L. Harris
Exploration Manager

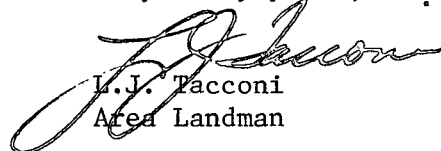
Re: Waiver Non-Standard Unit
Rhonda "PG" State # 1
1980 FSL , 660 FWL sec 35-7S, 35 E
Roosevelt County, New Mexico

Gentlemen:

Inexco Oil Company hereby waives objection to the referenced Non-Standard location and wishes Pace Exploration Co. success in its exploration attempt. Should your well not be drilled as a tight hole, we would appreciate exchange of ideas on the area between our technical staffs.

Please note that we have closed our one-man office in Midland and inquiries should be directed to this office for New Mexico, Texas and offshore Gulf prospects.

Very truly yours,

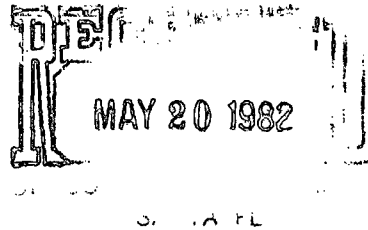

L.J. Tacconi
Area Landman

LJT/bb

5271
318



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331



S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 17, 1982

New Mexico Oil Conservation Division
P. O. Box 871
Santa Fe, New Mexico 87501

Attention: Mr Richard L. Stamets

Re: Pace Exploration Company
Rhonda "PG" State #1
Todd upper San Andres Field
Roosevelt County, New Mexico

Gentlemen:

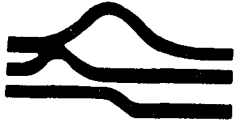
Yates Petroleum Corporation waives any objection to non-standard spacing unit by the captioned well.

Should you need anything further, please do not hesitate to ask.

Very truly yours,

Randy G. Patterson
Land Department

RGP/mg



Natural Resource Management Corporation

900 Building of the Southwest Midland, Texas 79701 915/684-7871

1309
May 18, 1982

RECEIVED
MAY 24 1982

Pace Exploration
P.O. Box 588
Artesia, NM 88210

ATTN: Randy Harris

RE: Exception to Unorthodox Location of Pace Exploration
Rhonda PG State #1
Todd Upper San Andres Field, Roosevelt County, NM

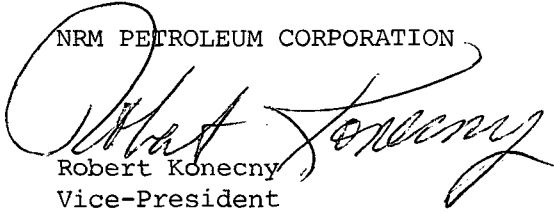
Gentlemen:

We understand that the subject location is 1980' FSL and
660' WSL Section 35, T-7-S, R-35-E, Roosevelt County, New Mexico.

NRM Petroleum Corporation holds 100% of the leasehold in
the E/2, Section 2, T-8-S, R-35-E and does not object to the
subject application.

Sincerely,

NRM PETROLEUM CORPORATION


Robert Konecny
Vice-President

RK/kl