

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

OIL CONSERVATION DIVISION
RECEIVED

1993 JAN 14 AM 9 28

January 11, 1993

CERTIFIED - RETURN RECEIPT REQUESTED

Mr. William J. Lemay
State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

RE: Lanexco, Inc.
Administrative Application for a
Non-standard Proration Unit
Jalmat (Gas) Pool
El Paso Tom Federal No. 5
1650' FNL & 660' FWL
Section 33, T-25-S, R-37-E
Lea County, New Mexico

Gentlemen:

Reference is made to the attached letter from Lanexco, Inc., dated December 14, 1992, and received by Hartman December 17, 1992, requesting approval for a 160-acre non-standard proration unit. In conjunction with a previous request from Meridian Oil, Lanexco would like to divide their existing 440-acre non-standard Jalmat (Gas) proration unit which consists of the S/2, the NW/4 NW/4 and the S/2 NW/4 of Section 33, T-25-S, R-37-E, into smaller proration units. In doing so, Lanexco is seeking approval to dedicate their El Paso Tom Federal No. 5 well to a 160-acre non-standard Jalmat (Gas) proration unit consisting of the NW/4 NW/4, S/2 NW/4 and NE/4 SW/4 of Section 33, T-25-S, R-37-E.

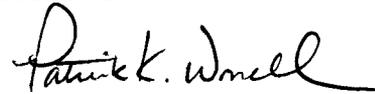
In light of the fact that a reduction in the size of this offsetting proration unit has no direct effect on our leases, Hartman waives any objection to Lanexco's request for a 160-acre non-standard Jalmat (Gas) proration in the NW/4NW/4, S/2NW/4 and NE/4SW/4 of Section 33, T-25-S, R-37-E, Lea County, New Mexico.

Mr. William J. Lemay
January 11, 1993
Page 2

Thank you for your consideration in this matter, and please let me know if you need anything further.

Very truly yours,

DOYLE HARTMAN



Patrick K. Worrell
Engineer

PKW/jg
Attachment

cc: Mr. Mike Copeland
Lanexco, Inc.
P. O. Box 1206
Jal, New Mexico 88252

Mr. Jerry Sexton
State of New Mexico
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88241-1980

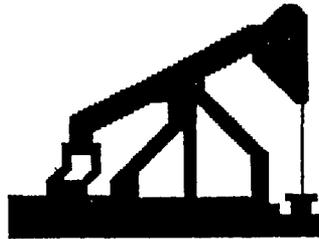
Mr. James A. Davidson
P. O. Box 494
Midland, Texas 79702

LANEXCO, INC.

P. O. BOX 2730
MIDLAND, TEXAS 79702
915/687-5047
FAX 915/687-5048

ADMINISTRATION

Tommy Phipps
Ric Flores
Amy Hale



P. O. BOX 1206
JAL, NEW MEXICO 88252
505/395-3056
FAX 505/395-3205

OPERATIONS

Robert Lansford
Mike Copeland
Susan Chacon

December 14, 1992

Doyle Hartman
P.O. Box 10426
Midland, Texas 79702

RE: Nonstandard Proration Unit
El Paso Tom Federal #5
660' FWL & 1650' FNL
Unit Letter E, Sec. 33, T25S, R37E
Lea County, New Mexico
LC054667

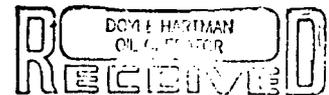
Dear Sir or Madam:

Lanexco, Inc. is requesting administrative approval for a nonstandard gas production unit for the above referenced well. This is to serve as notification to you as an offset operator.

Sincerely,

Mike Copeland by K.

Mike Copeland
Production Superintendent



cc: Well File
OCD-Santa Fe

DEC 17 1992

DRILLING

ENGINEERING

OPERATING

Submit to Appropriate District Office
 State Lease - 4 copies
 Fee Lease - 3 copies

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

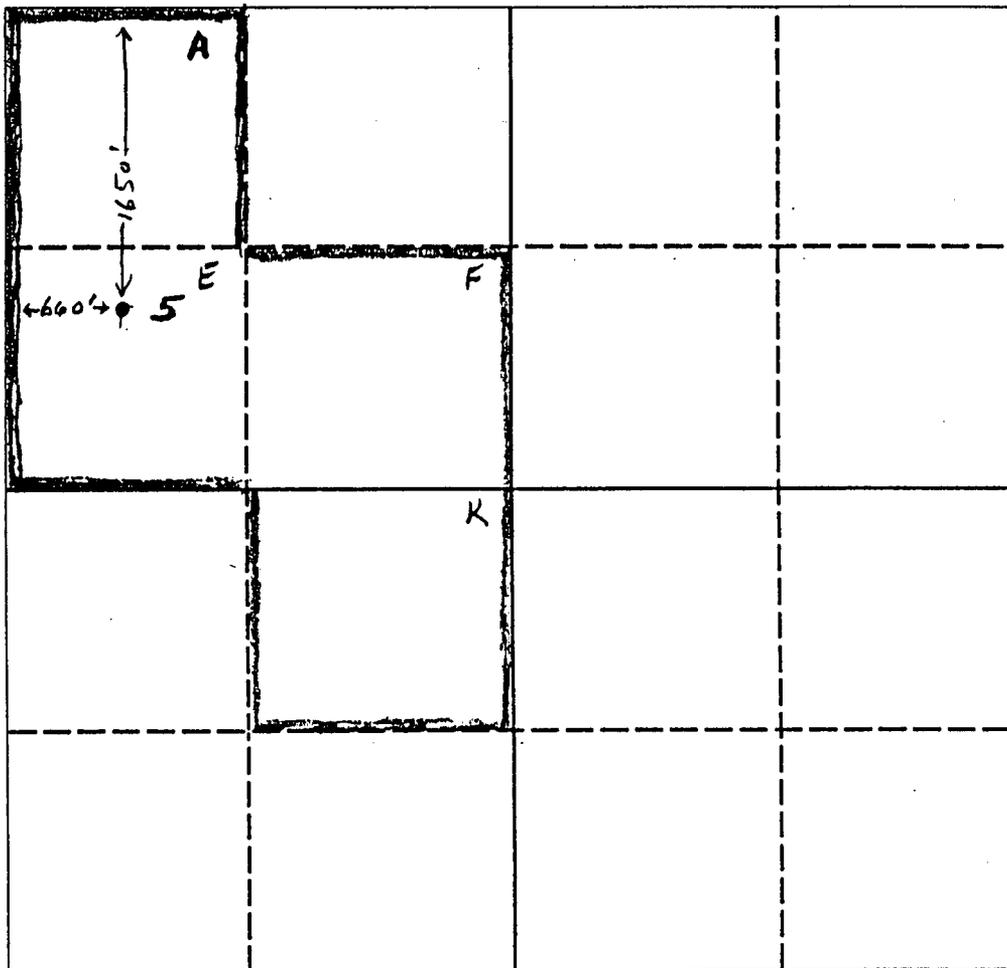
DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator LANEXCO, INC.			Lease EL PASO TOM FEDERAL		Well No. 5
Unit Letter E	Section 33	Township 25S	Range 37E	County NMPM Lea	
Actual Footage Location of Well: 660 feet from the West line and 1650 feet from the North line					
Ground level Elev. 3000	Producing Formation YATES SEVEN RIVERS	Pool JALMAT TANSIL YATES SR		Dedicated Acreage: 160 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest 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 interest, 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.

Mike Copeland by *[Signature]*

Signature
MIKE COPELAND

Printed Name
PRODUCTION SUPT.

Position
LANEXCO, INC.

Company
12-14-92

Date

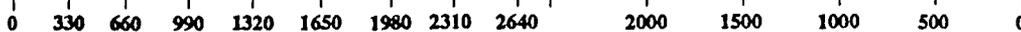
SURVEYOR CERTIFICATION

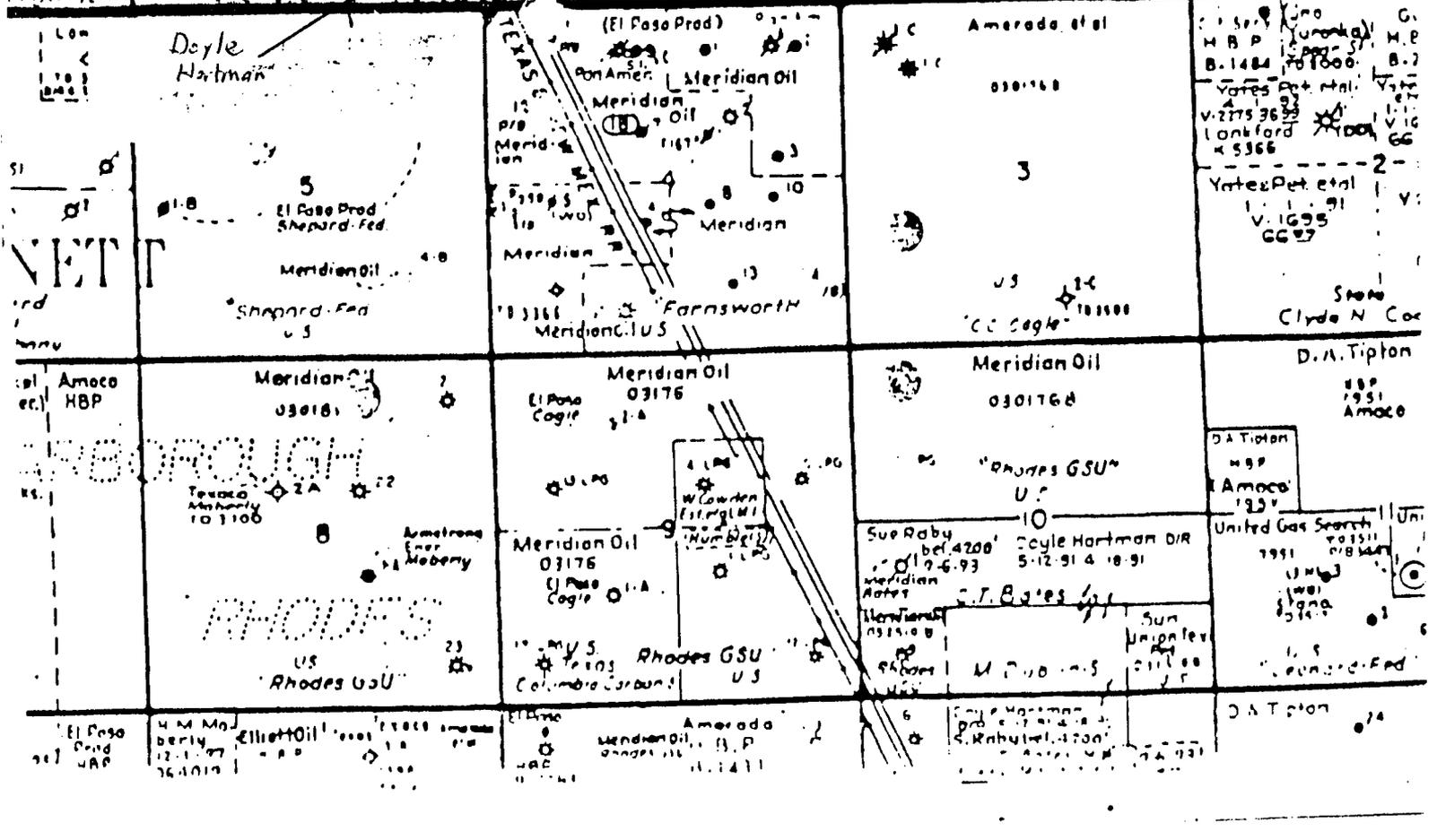
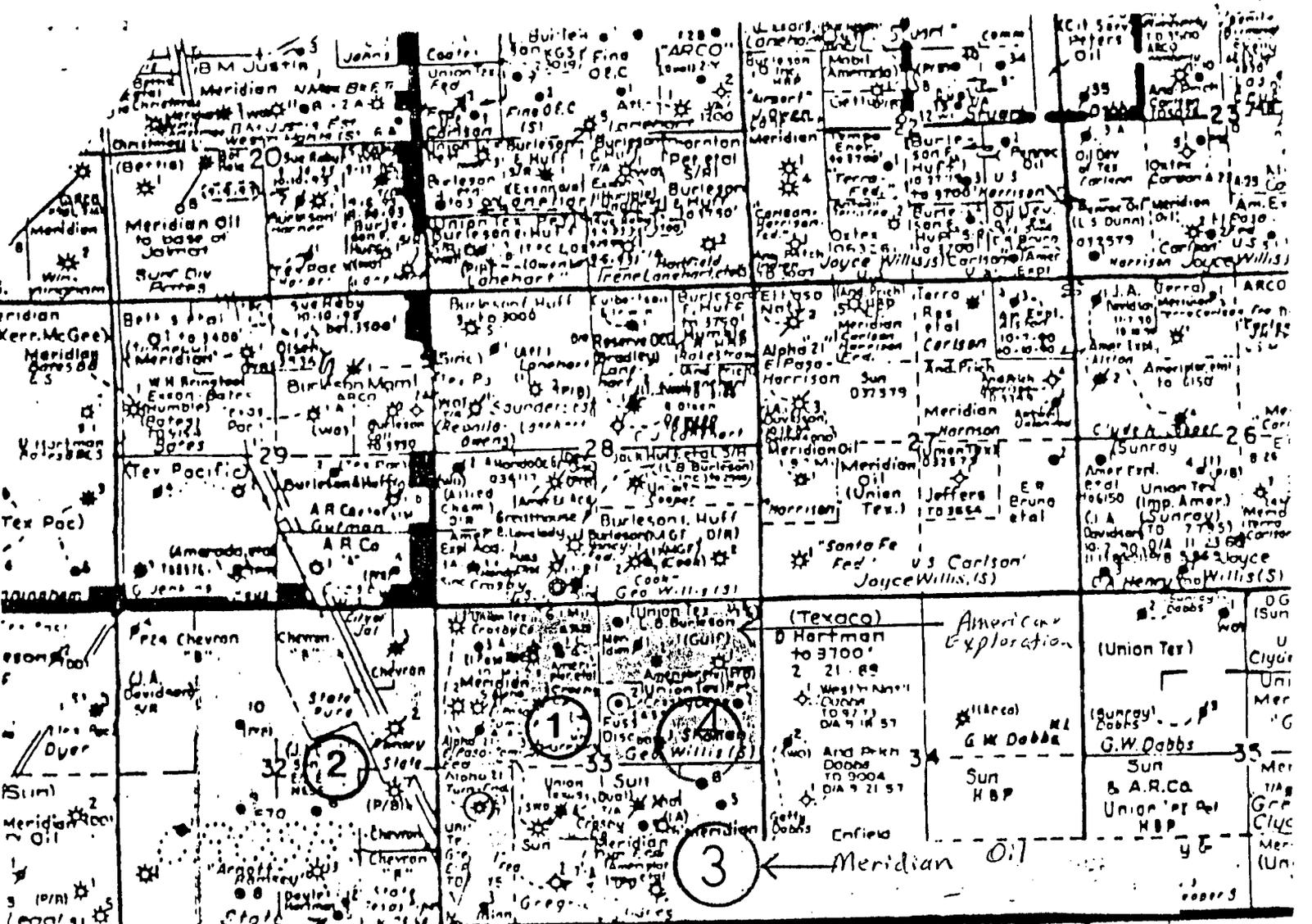
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Signature & Seal of Professional Surveyor

Certificate No.





LIST OF OFFSET OPERATORS
LANEXCO, INC.

EL PASO TOM FEDERAL #5
JALMAT TANSILL YATES 7 RIVERS
UNIT LETTER E, 660' FWL & 1650' FNL
SECTION 33, T-25-S, R-37-E
LC054667
LEA COUNTY, NEW MEXICO

REF. NO.	OPERATOR	WELL NAME(S)	GAS WELL LOCATIONS	UNIT DESCRIPTION	NO. OF ACRES
1.	LANEXCO, INC.	EL PASO TOM FEDERAL #5	E-33-25S-37E	SPOT D, E, F, & K, Sec. 33 T-25-S, R-37-E	160
2.	DOYLE HARTMAN	DABBS #3	M-32-25S-37E	W/2 SECTION 34 T-25-S, R-37-E	320
3.	MERIDIAN OIL	EL PASO TOM FEDERAL #8	P-33-25S-37E	T-25-S, R-37-E	280
4.	AMERICAN EXPLORATION	CROSBY DEEP			

MERIDIAN OIL

JANUARY 21, 1993

MR. MICHAEL E. STOGNER
OIL CONSERVATION DIVISION
P. O. BOX 2988
SANTA FE, NEW MEXICO 87504

RE: REQUEST STATUS OF APPROVAL ON
PREVIOUSLY SUBMITTED APPLICATION OF
DECEMBER 1, 1992 FOR A 160 ACRE NON-STANDARD
GAS DRILLING UNIT AND SIMULTANEOUS DEDICATION
LANEXCO INC. - OPERATOR
C/O MERIDIAN OIL INC., AS AGENT FOR
LANEXCO, INC.
JALMAT-TANSILL-YATES-SEVEN RIVERS (PRO GAS)
P, 660' FSL & 660' FEL, EL PASO TOM FEDERAL NO. 8
SEC. 33, T-25-S, R-37-E, LEA COUNTY N.M.
LC-054667

DEAR MR. STOGNER:

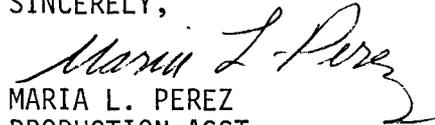
ON DECEMBER 1, 1992 MERIDIAN SUBMITTED A REQUEST FOR ADMINISTRATIVE APPROVAL FOR A 160 ACRE NON-STANDARD GAS DRILLING UNIT AND SIMULTANEOUS DEDICATION WITH THE EL PASO TOM FEDERAL WELL NO. 6 IN UNIT LETTER J, OF THE SAME SECTION CAPTIONED ABOVE.

ON DECEMBER 9, 1992 MERIDIAN SUBMITTED THE ORIGINAL REGISTERED RETURN RECEIPTS AS PROOF OF OFFSET OPERATOR NOTIFICATION. ALSO, ON DECEMBER 18, 1992 MR DOYLE HARTMAN SUBMITTED A LETTER TO YOUR OFFICE WAIVING ANY OBJECTION TO OUR APPLICATION.

ENCLOSED IS A SECOND COPY OF THE CERTIFIED RETURN RECEIPTS AND THE COPY OF DOYLE HARTMANS LETTER.

WOULD IT BE POSSIBLE TO OBTAIN APPROVAL ON THIS APPLICATION AS SOON AS POSSIBLE SO THAT WE CAN COMMENCE DRILLING OPERATIONS?

SINCERELY,



MARIA L. PEREZ
PRODUCTION ASST.
(915) 688-6906

XC: WELL FILE
DON MCBEE
RESV. ENGR.
PROD. ENGR.
LAND DEPT.
OCD-HOBBS
REGULATORY FILE

*El Paso Tom Feed #8
160 acre Non Standard gas
drilling unit*

SENDER: <ul style="list-style-type: none"> • 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 Fee will provide you the signature of the person delivered to and the date of delivery. 		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Amerada Hess Corporation Attn: Ira Johnson P.O. Box 840 Seminole, TX 79630 <i>Mike Elder</i>		4a. Article Number P 989 355 694	
		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise	
		7. Date of Delivery 12-3-92	
5. Signature (Addressee)		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature (Agent)			

PS Form 3811, November 1990 *U.S. GPO: 1991-257-088 **DOMESTIC RETURN RECEIPT**

SENDER: <ul style="list-style-type: none"> • 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 Fee will provide you the signature of the person delivered to and the date of delivery. 		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: Lewis Burleson P.O. Box 2479 Midland, Texas 79702		4a. Article Number P 989 355 698	
		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise	
		7. Date of Delivery	
5. Signature (Addressee) <i>Sharon Beaver</i>		8. Addressee's Address (Only if requested and fee is paid)	
6. Signature (Agent)			



PS Form 3811, November 1990 *U.S. GPO: 1991-257-088 **DOMESTIC RETURN RECEIPT**

*El Paso Tom Federal
160 acre Non Standard gas
drilling unit*

SENDER: <ul style="list-style-type: none"> • 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 Fee will provide you the signature of the person delivered to and the date of delivery. 		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: Doyle Hartman Attn: Mr. Patrick Worrell P.O. Box 10426 Midland, TX 79702	4a. Article Number P 047 801 062	
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> 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)		

PS Form 3811, November 1990 *U.S. GPO: 1991-287-066 **DOMESTIC RETURN RECEIPT**

SENDER: <ul style="list-style-type: none"> • 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 Fee will provide you the signature of the person delivered to and the date of delivery. 		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: LANEXCO, INC. P.O. Box 2730 Midland, TEXas 79702	4a. Article Number P 045 808 114	
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise	
	7. Date of Delivery DEC - 7 1992	
5. Signature (Addressee)	8. Addressee's Address (Only if requested and fee is paid)	
6. Signature (Agent)		

PS Form 3811, November 1990 *U.S. GPO: 1991-287-066 **DOMESTIC RETURN RECEIPT**

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

December 18, 1992

CERTIFIED - RETURN RECEIPT REQUESTED

Mr. William J. Lemay
State of New Mexico
Energy, Minerals & Natural Resources Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

Re: Meridian Oil
Administrative Applications for
120-acre non-standard proration unit
Jalmat (Gas) Pool
S/2 SW/4 and NW/4 SW/4, Section 33
160-acre non-standard proration unit
and simultaneous dedication
Jalmat (Gas) Pool
SE/4 of Section 33
All in T-25-S, R-37-E
Lea County, New Mexico

Gentlemen:

Reference is made to the attached notifications from Meridian Oil dated November 30, 1992 and December 1, 1992, and received by Hartman on December 1, 1992 and December 2, 1992, respectively. Meridian proposes to reduce their original non-standard Jalmat (Gas) proration unit from its current 440-acres, which consists of the S/2, S/2 NW/4 and NW/4 NW/4 of Section 33, T-25-S, R-37-E. In doing so, the previously proposed well, the El Paso Tom Federal No. 8, to be drilled at a location of 660' FSL and 660' FEL of Section 33, T-25-S, R-37-E, would become a standard location.

Meridian has requested that their existing El Paso Tom Federal No. 7 well (L-33-25S-37E) be dedicated to their proposed 120-acre non-standard Jalmat (Gas) proration unit consisting of the S/2 SW/4 and NW/4 SW/4 of Section 33. Under separate request, Meridian is seeking to simultaneously dedicate their planned El Paso Tom Federal No. 8 well (P-33-25S-37E), along with the existing El Paso Tom Federal No. 6 well (K-33-25S-37E) to their proposed 160-acre non-standard Jalmat (gas) proration unit located in the SE/4 of Section 33, T-25-S, R-37-E, Lea County, New Mexico.

While aware that reducing the size of their Jalmat (Gas) proration to 160-acres creates a standard location of 660' and 660' for Meridian's El Paso Tom Federal No. 8 well, and thereby negates our request that they move at least 990' from our lease line (see attached letter), we realize the resulting reduction in proration

Mr. William J. Lemay
December 18, 1992
Page 2

 unit size also reduces the potential Jalmat (Gas) allowable for this new well and the El Paso Tom Federal No. 6 well. In light of this, Hartman hereby waives any objection to Meridian's request for a 120-acre non-standard Jalmat (Gas) proration unit consisting of the S/2 SW/4 and NW/4 SW/4 of Section 33, T-25S, R-37-E, and their request for simultaneous dedication of Meridian's El Paso Tom Federal Nos. 6 and 8 to a non-standard Jalmat (Gas) proration unit comprised of the SE/4 of Section 33, T-25-S, R-37-E, Lea County, New Mexico, provided that Hartman is afforded the same opportunities by Meridian for any future development of our leasehold interests in Sections 32 and 34, T-25-S, R-37-E, Lea County, New Mexico.

Thank you for your consideration in this matter and please let me know if you need anything further.

Very truly yours,

DOYLE HARTMAN



Patrick K. Worrell
Engineer

PKW/jg
Attachment

cc: Mr. Jerry Sexton
State of New Mexico
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88241-1980

Mr. Kurt Stropoli
Meridian Oil
P. O. Box 51810
Midland, Texas 79710-1810

Mr. James A. Davidson
P. O. Box 494
Midland, Texas 79702

Gallegos Law Firm
ATTN: Mr. Gene Gallegos
P. O. Box 10426
Santa Fe, NM 87501

Mr. Daniel S. Nutter
105 E. Alicante
Santa Fe, NM 87501

Submit to Appropriate District Office
 State Lease - 4 copies
 Fee Lease - 3 copies

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator LANEXCO INC., OPERATOR C/O MERIDIAN OIL INC., AS AGENT			Lease EL PASO TOM FEDERAL		Well No. 8
Unit Letter P	Section 33	Township 25-SOUTH	Range 37-EAST	County NMPM	LEA
Actual Footage Location of Well:					
660 feet from the SOUTH line and		660 feet from the EAST line			
Ground level Elev. 2996.5'	Producing Formation YATES-SEVEN RIVERS	Pool JALMAT TANSILL YATES SEVEN RIVERS (PRO GAS)	Dedicated Acreage: 160 Acres		

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest 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 interest, 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 _____

Printed Name MARIA L. PEREZ

Position PRODUCTION ASST.

Company MERIDIAN OIL INC.

Date 12-11-92

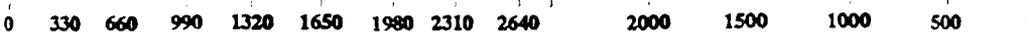
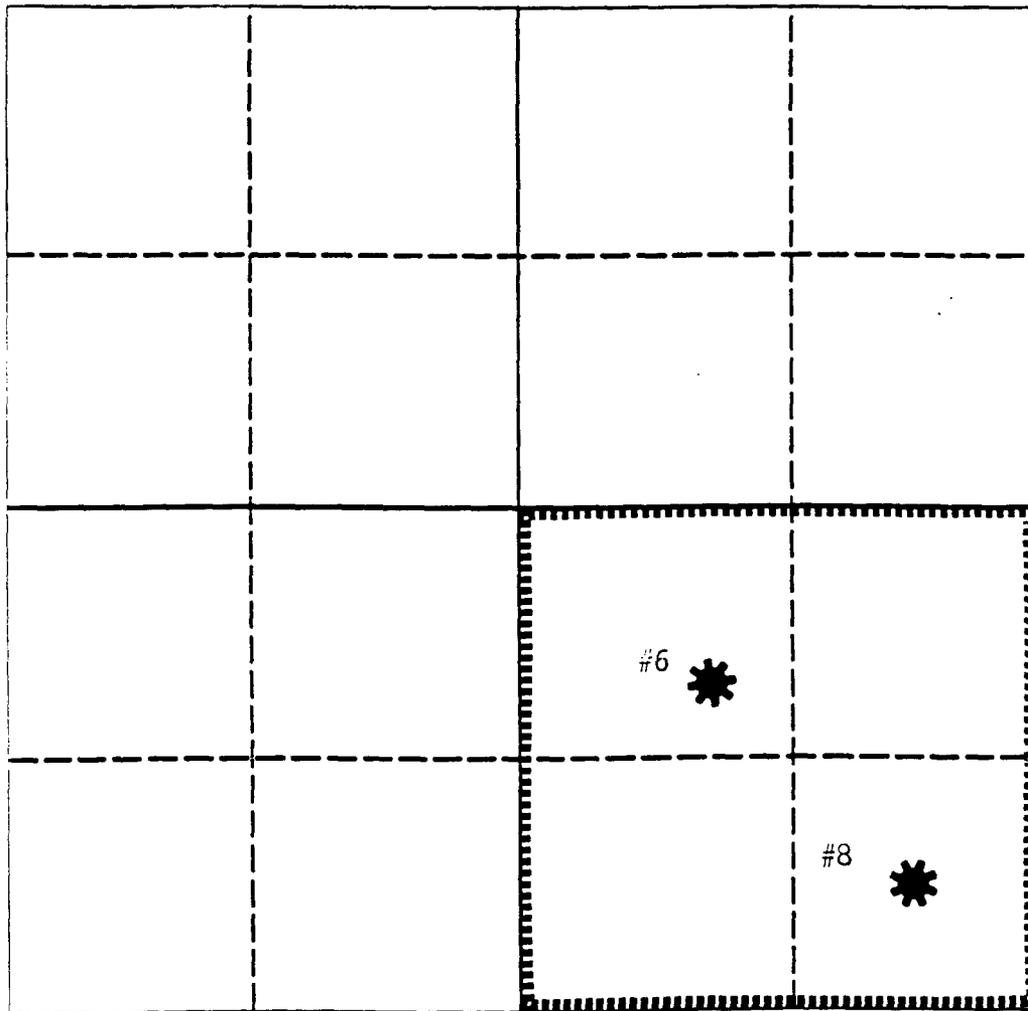
SURVEYOR CERTIFICATION

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.

Date Surveyed _____

Signature & Seal of Professional Surveyor _____

Certificate No. _____





STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

RECEIVED
93 JAN 19 AM 10 37
1-15-93

BRUCE KING
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

- MC _____
- DHC _____
- NSL _____
- NSP _____
- SWD _____
- WFX _____
- PMX _____

Gentlemen:

I have examined the application for the:

Laneyco Inc. El Paso Tom Federal #5-E 33-25-37
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
Supervisor, District 1

/ed