STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

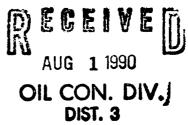
CIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

July 30, 1990

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Falcon Seaboard Gas Company c/o A.R. Kendrick Box 516 Aztec, NM 87410-0516



Administrative Order NSL-2837

Dear Mr. Kendrick:

Reference is made to your application dated June 25, 1990 for a non-standard coal gas well location for your 29-4 Carson 19 Well No. 1 to be located 2120 feet from the North line and 950 feet from the East line (Unit H) of Section 19, Township 29 North, Range 4 West, NMPM, Basin Fruitland Coal (Gas) Pool, Rio Arriba County, New Mexico. Lots 1 and 2, NE/4, and E/2 NW/4 (N/2 equivalent) of said Section 19 shall be dedicated to the well forming a standard 319.48-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec

US Bureau of Land Management - Farmington

US Forest Service - Blanco



STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

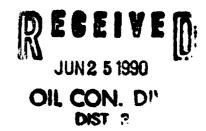
Date:	7-5-90
P.O.	Conservation Division Box 2088 a Fe, NM 87504-2088
Re:	Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX
	Lemen:
I hav	the FALCON SEABORAN CRS CO- MRSON 19#1 Operator Lease & Well No.
-	19-29N-Yw and my recommendations are as follows:
-4	sprove
Yours	truly,
5	Buch

BOX 516 • AZTEC, NEW MEXICO 87410 • (505) 334-2555

June 25, 1990

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

Re: Application for Non-Standard Location Falcon Seaboard Gas Company 29-4 Carson 19 #1 2120' FNL 950' FEL Sec 19-T29N-R4W Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico



Gentlemen:

We, on behalf of Falcon Seaboard Gas Company, hereby make application for approval of the location of the subject well to be located 2120' FNL 950' FWL of Section 19, Township 29 North, Range 4 West, Basin Fruitland Coal Gas Pool, Rio Arriba County, New Mexico.

The reason for the non-standard location is due to topography and archaeological findings. We attempted a location at 1610' FNL 940' FEL from which we were forced to move due to archaeological sites. The only Falcon Seaboard acreage in the section is the north half; and, this is the only alternative location in the north half of section 19.

The attached exhibits show the situation at the location and surrounding area.

All offset operators and lease owners are being notified by certified mail at this mailing. The Return Receipt Cards will be provided when they are returned.

It is my belief that the information contained in this application is true and correct according to the information available to me.

If further information is needed, please contact me.

Lendrick

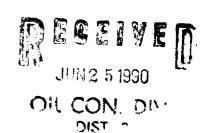
Yours very truly,

A. R. Kendrick

Enclosures

Application for Non-Standard Location

Falcon Seaboard Gas Company
29-4 Carson 19 *1
2120' FNL 950' FEL Sec 19-T29N-R4W
Basin Fruitland Coal Gas Pool
Rio Arriba County, New Mexico



The following exhibits are enclosed:

- EXHIBIT A Form C-102, Well Location and Acreage Dedication Plat: shows the location of the well with respect to the section lines, the dedicated acreage, and the proration unit.
- EXHIBIT B Enlarged copy of Topographic Map: shows the location to be near the bottom of La Jara Canyon. An attempt was made to place the location adjacent to the Robert L. Bayless Conoco 29-4 #6 well located 1480 FNL 900 FEL, but archaeolgical sites prohibited the use of that area.

The terrain in the northeast quarter of the section is too severe for a standard well location except in the area selected. A pipeline parallel to the southern edge of the highway right-of-way caused the location to be farther to the south than desired.

EXHIBIT C Ownership and Offset Well Location Plat: shows the locations of the 29-4 Carson 19 #1 and the 29-4 Carson 20 #1. The distance between proposed wells in Sections 19 and 20, 1930 feet, is well within the tolerances of standard well spacings as set out in the pool rules by Order R-8768.

The ownership and offset wells are also shown on this exhibit.

This information is believed to be current and accurate.

- EXHIBIT D Location Windows Plat with wells spotted: shows the "windows" for standard locations as provided by Order R-8768 with the proposed 29-4 Carson 19 #1 well spotted in its approximate position.
- EXHIBIT E Copy of Application for Permit to Drill: shows the Application for Permit to Drill.
- EXHIBIT F Names and Addresses of Offset Owners and Interested Parties.

Zinpunt in Whlenburne District Office State Lease - 4 courses For Laure - 3 aspect

DISTRICT III

State of New Mexico Energy, Minerals and Natural Resources Department

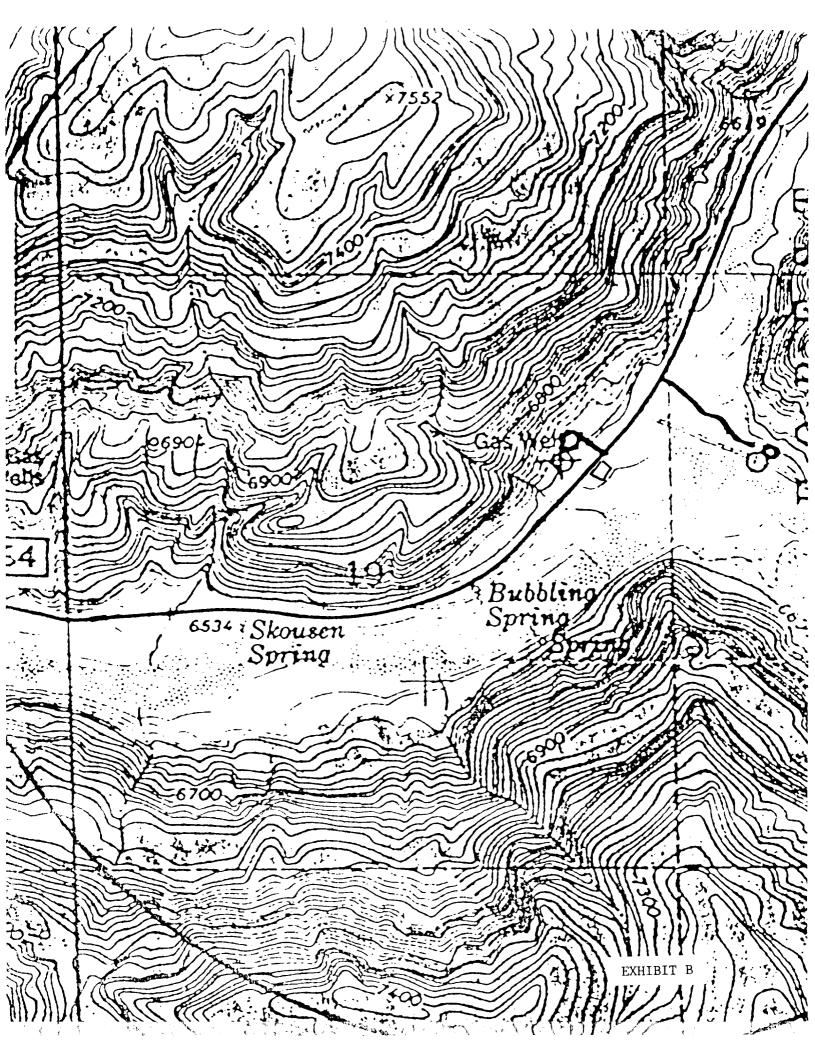
Furm C-102 Bentary 1-1-50

DISTRICT P.O. Bus 1900, Hoods, NM \$8240 OIL CONSERVATION DIVISION P.O. Box 2088 Sania Fe: New Mexico 87504-2088

DISTRICT II
P.O. Drawer DD, Artesia, NM \$1210

WELL LOCATION AND ACREAGE DEDICATION PLAT

1000 Rio Britos Rd., Aziec, NM 87410 All Distances must be from the outer boundaries of the section Falcon Seaboard Gas Company 29-4 Carson 19 Unu Letter Saiwa Towaship Ruge County 29 North 4 West Rio Arriba Actual Fuxage Location of Well: NMPM 2120 feet from the North 950 Crupa level Elev. feet from the East Producing Formation line Pool 8036 Dedicated Activities Fruitland Coal Basin Fruitland Coal Gas 1. Outline the acreage dedicated to the subject well by colored peacif or hachure marks on the plat below. 319.48 2. If more than one lease is decicated to the well, outline such and identify the ownership thereof (both as to working interest and royalty). 3. If more thus one lease of different Competitip is dedicated to the well, have the interest of all owners been consolidated by competitiving unitation, force-pooling, etc.? Yes _ N₀ If answer is "yes" type of consolidation If answer is "no" but the owners and tract descriptions which have actually been consolidated. (Use means aide of this form if possessary. No allowable will be assigned to the well usual all interests have been consolidated (by communitation, unitization, forced-pooling, or otherwise) or moul a non-mandard unit, elimanating such interest, has been approved by the Division. OPERATOR CERTIFICATION I hereby carrily that the informa-NM-18318 21201 Fraied Name A. R. Kendrick Position Agent Compusy Falcon Seaboard Gas Co 950 Date June 25, 1990 Section 139 SURVEYOR CERTIFICATION I hereby certify that the well location supervisor, and that the same is some correct to the had of my boundaries behef. Due Surveyed May 22, 1990 Signature & Seal of RISEN Edga 930 1320 1650 1960 2310 2640 2000 1500 1000 500



NON-STANDARD LOCATION FOR 29-4 CARSON 19 ≠1 2120' FNL 950' FEL Section 19- T 29 N - R 4 ₩ Basin Fruitland Coal Gas Pool

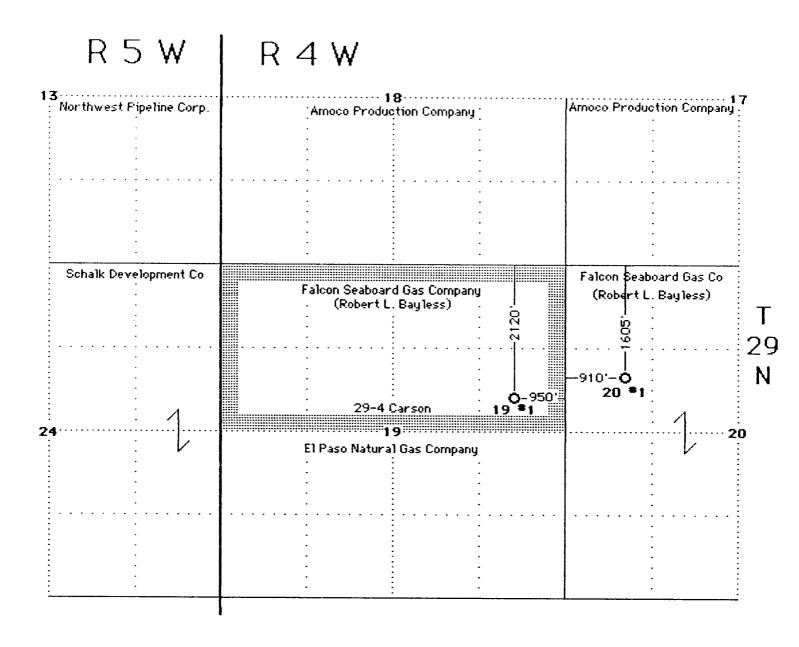
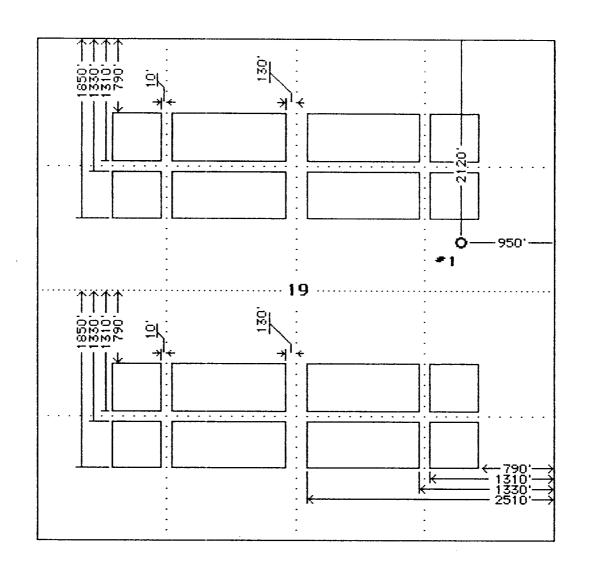


EXHIBIT C

NON-STANDARD LOCATION FOR 29-4 CARSON 19 #1 2120' FNL 950' FEL Section 19 - T 29 N - R 4 ₩ Basin Fruitland Coal Gas Pool



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR	PERMIT TO D	ORILL, DEEPEN,	OR PLUO	BACK		
1a. Type of Work	5. Lease Number					
Drill	NM-18318					
1b Type of Well	6. If Indian, Name of Allottee or Tribe					
0as						
2. Operator	7. Unit Agreement Name					
FALCON SEABOARD GAS COMI						
3. Address & Phone No. of Operator	8. Farm or Lease Name					
c/o A. R. Kendrick	29-4 Carson 19					
Box 516, Aztec, NM 874	9. Well Number					
(505) 334-2555	1					
4. Location of Well	10. Field, Pool, or Wildcat					
	Basin-Fruitland Coal Oas Pool					
	11. Section, Township, & Range, Meridian, or Block					
(Unit H) 1610' FNL 940'	19-29N-4W					
14. Distance in Miles from Nearest Town	12. County 13. State					
15 Miles southwest of Dulce	, NM	Rio Arr		New Mexico		
15. Distance from	16. Acr	es in Lease	17. A	cres Assigned to Well		
Proposed Location						
To Nearest Property 940'	48 Acres N-319.48 Acres					
Line or Lease Line.						
18. Distance From	posed Depth	20. Rotary or Cable Tools				
Proposed Location						
To Nearest Well Dr, 233°	3700'		Rotary			
Compl., Or Applied						
For On Lease.						
21. Elevations (DR, RT, GR, E	22. Approximate Date Work Will Start.					
6635' OR	As soon as Possible.					
23. Proposed Casing and Cementing Program						
Exhibits attached as follows:						
"A" Location and Elevation F		"F" Drill Rig Leyout				
"B" Ten-Point Compliance	-	"G" Completion Rig Layout				
"C" Blowout Preventer Sch		"H" Location Profile				
"D" Multi-Point Requirem		"I" Production Facility Schematic				
"E" Vicintity Map - Access	Roads					
24. Signed (1) Keughist Title _		Agent Date 4-5-90				
;						
Permit NoApproval Date						
Approved ByTitle		Date				

NAMES AND ADDRESSES OF OFFSET OWNERS AND INTERESTED PARTIES

Application for Non-Standard Location Falcon Seaboard Gas Company 29-4 Carson 19 #1 2120' FNL 950' FEL Sec. 19-T29N-R4W Basin Fruitland Coal Gas Pool Rio Arriba County, New Mexico

Amoco Production Company • P. O. Box 800
Denver, Colorado 80201

Robert L. Bayless ● P.O. Box 168 Farmington, New Mexico 87499-0168

El Paso Production Company ●
Box 4289
Farmington, New Mexico 87499-4289

Northwest Pipeline Corporation

Box 8900

Salt Lake City, Utah 84108

Schalk Development Company •
Box 25825
Albuquerque, New Mexico 87125

U. S. Forest Service ●
Jicarilla Ranger District
Gobernador Route
Blanco, New Mexico 87412

Bureau of Land Management 1235 La Plata Highway Farmington, New Mexico 87401

0il Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87410

• Notified by certified mail Return Receipt.