

SOUTHERN UNION PRODUCTION COMPANY

POST OFFICE BOX 808
FARMINGTON, NEW MEXICO 87401

August 23, 1976

United States Geological Survey
P. O. Box 959
Farmington, New Mexico 87401

Attention: Mr. P. T. McGrath


Dear Sir:

Southern Union Production Company proposes to drill the Payne No. 1-A well located 1140 feet from the South line and 1130 feet from the East line of Section 20, Township 32 North, Range 10 West, N.M.P.M., San Juan County, New Mexico.

Attached are maps showing the following data:

1. Existing roads.
2. No access roads are required for this well.
3. Location of existing wells.
4. Lateral roads to well locations.
5. Location of surface facilities which will be painted green.
6. Drilling and completion water will be obtained from the Animas river.
7. Waste will be disposed of by being placed in the reserve pit and buried. Some will be burned in the pit which will be covered after the well has been completed.
8. There will be no camp at or near the well site.
9. There will be no air strip.
10. A plat is attached showing the location of the rig, mud tanks, reserve pit, burn pit, ect.
11. A letter of Certification is attached.
12. After the well is completed the location will be cleaned and bladed. The reserve pit will be fenced until it has dried and then the timber and brush from the location will be placed in the pit. The pit will then be filled and restored to its natural state.
13. After all work is completed reseeding will be accomplished using a disk type drill with 2 boxes for each type of seed spaced 8 to 10 inches apart. The type of seed to be planted is 3-1/2 pound of pure live seed per acre of Crested Wheat Grass, 1/2 pound of pure live seed per acre of Fourwing Saltbush, 3/4 pound pure live seed per acre of Sand Dropseed and 1 pound pure live seed per acre of Alkali Sacaton. The seeder will be followed by a drag for uniform coverage and compaction. The reseeding program will be done between July 1, 1977 and September 15, 1977 due to the late date of this work.
14. The soil is sandy and the principal vegetation is Juniper, Pinen and Cactus.

SOUTHERN UNION PRODUCTION COMPANY


Rudy D. Motto
Area Superintendent

RDM:ml

SOUTHERN UNION PRODUCTION COMPANY

POST OFFICE BOX 808
FARMINGTON, NEW MEXICO 87401

August 24, 1976

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be preformed by SOUTHERN UNION PRODUCTION COMPANY and its contractors subcontractors in conformity with this plan and the terms and conditions under which it is approved.

SOUTHERN UNION PRODUCTION COMPANY

A handwritten signature in dark ink, appearing to read 'Rudy D. Motto', with a long horizontal line extending to the right.

Rudy D. Motto
Area Superintendent
Phone: 325-3537

SOUTHERN UNION PRODUCTION COMPANY
PAYNE NO. 1-A

1140/S and 1130/E of Section 20, Township 32 North,
Range 10 West, San Juan County, New Mexico.

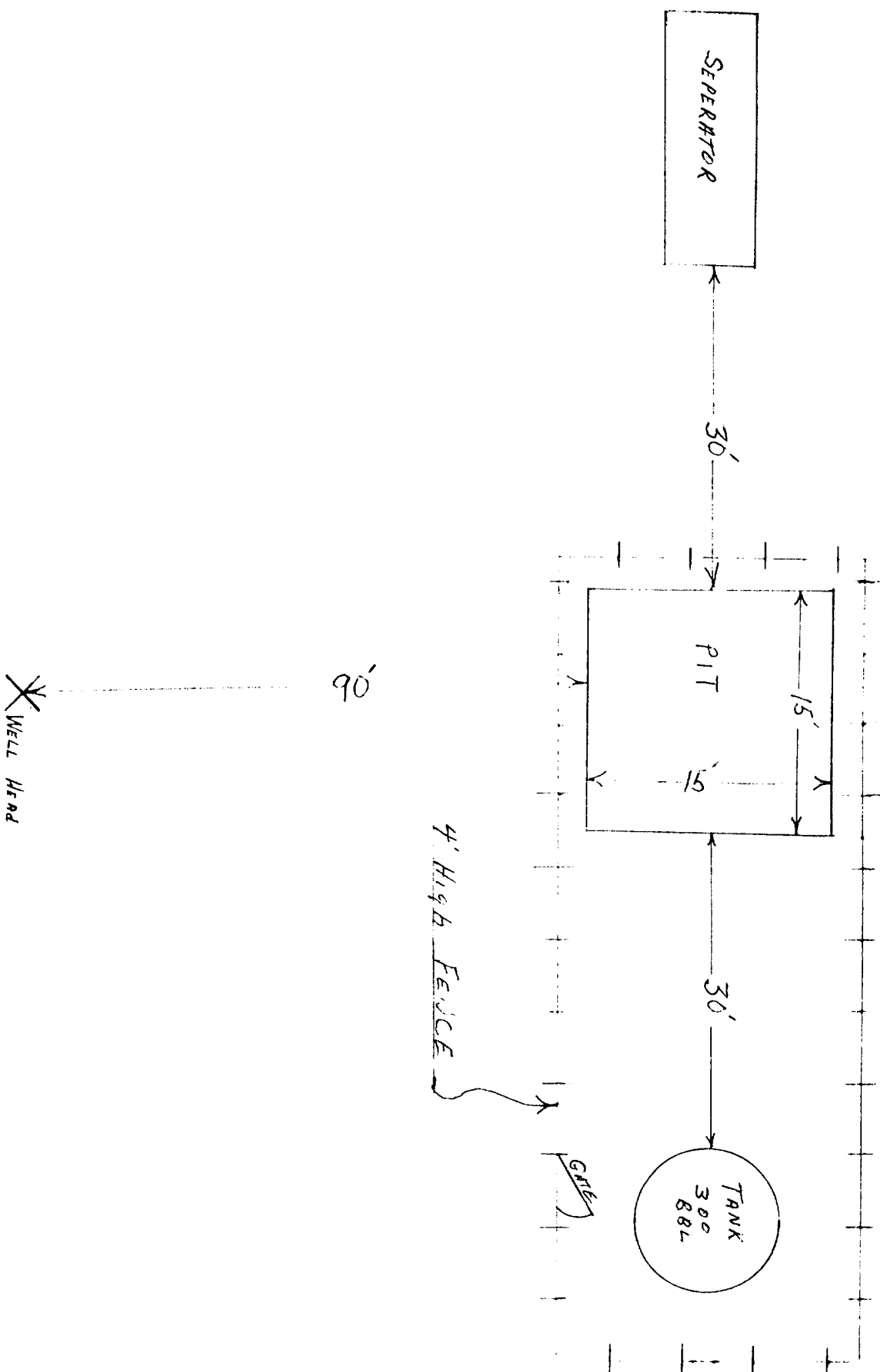
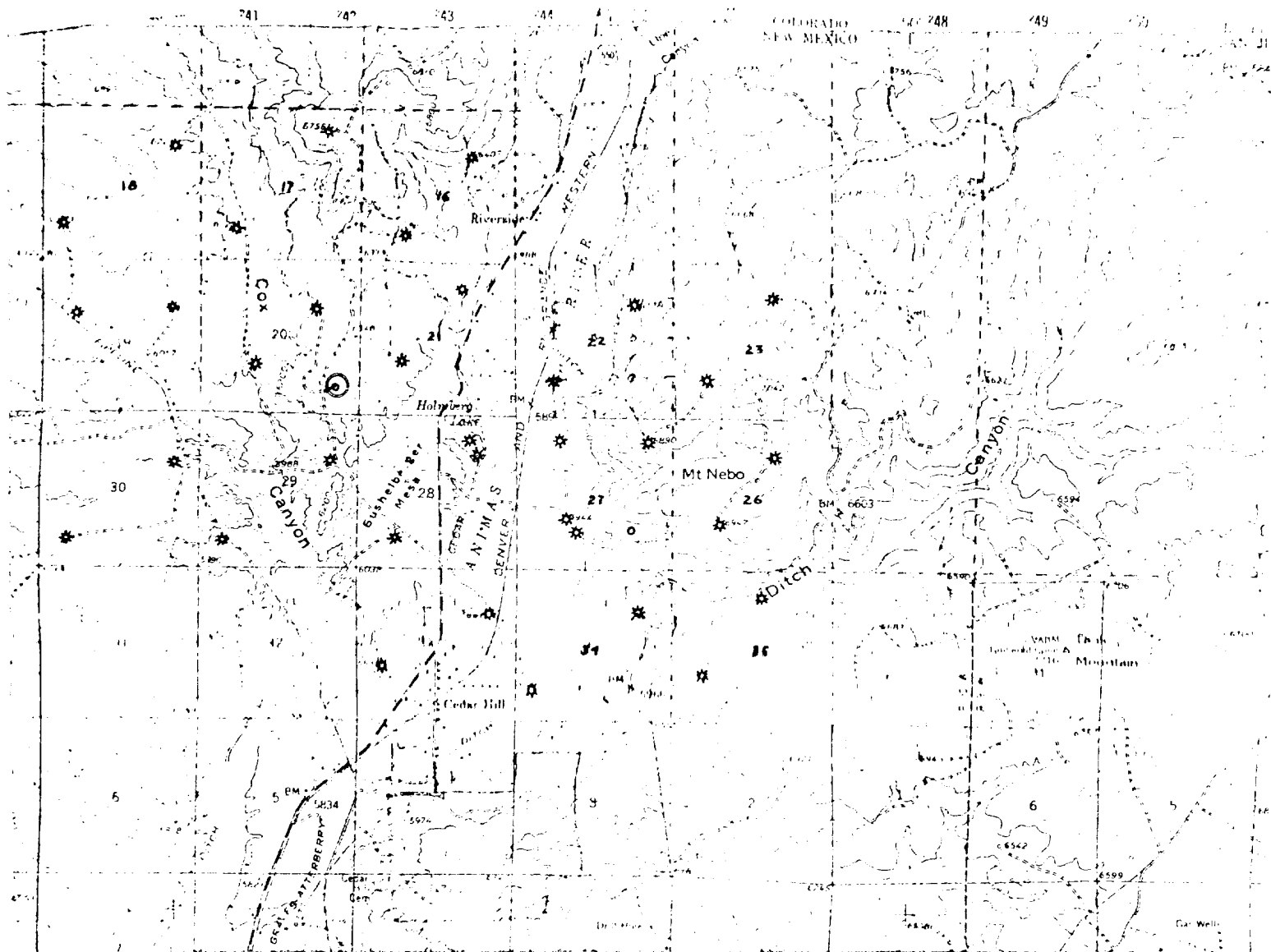


DIAGRAM OF SURFACE EQUIPMENT

SOUTHERN UNION PRODUCTION COMPANY
VICINITY MAP

PAYNE NO. 1-A

1140/S and 1130/E of Section 20, Township 32 North, Range 10 West,
San Juan County, New Mexico.



PROPOSED LOCATION



EXISTING GAS WELLS



PROPOSED ACCESS ROAD

TRINE
K4'X4
EP