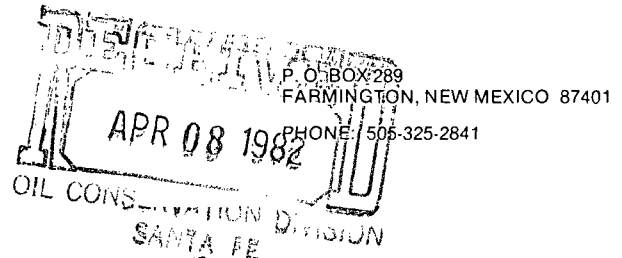


El Paso EXPLORATION
COMPANY



April 6, 1982

NSC 1593
Blanco Mesa Verde Pool
Rule 104 F
4-28-82

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501
Attention: Joe Ramey

Gentlemen:

This is a request for administrative approval for an unorthodox gas well location in the Blanco Mesa Verde Pool.

It is intended to locate the El Paso Natural Gas Company's Neudecker #3 at 1840' from the North Line and 2140' from the East Line of Section 35, T-29-N, R-10-W, San Juan County, New Mexico.

Due to the existing houses, pipeline, and irrigated farm land in the northeast corner of this section it is impossible to build an orthodox gas well location.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return a copy to this office.

Plats showing the proposed well location and the terrain of Section 35, along with an ownership plat, are attached.

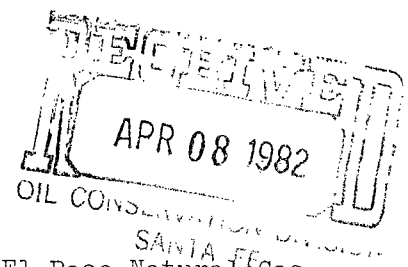
Sincerely yours.

A handwritten signature in black ink that reads "Gary W. Brink".

Gary W. Brink
Project Drilling Engineer

GWB/dv

WAIVER



_____ hereby waives objection to El Paso Natural Gas Company's application for an unorthodox location for their Neudecker #3 as proposed above.

By: _____

Date: _____

Copies to:

Supron Energy Corp.
Bldg. V. 5th Floor
10300 North Central Expressway
Dallas, Texas 75231
Attention: Mr. Haskell Fleetwood

Mesa Petroleum
1660 Lincoln St. Suite 2800
Denver, Colorado 80203
Attention: Mr. Dave Hamilton

Amoco Production CO.
Security Life Bldg.
Denver Co. 80202
Attention: Western Divn. Engr. Manager.

Amoco Production CO.
501 Airport Drive
Farmington, New Mexico 87401
Attention: Mr. R. W. Schroeder

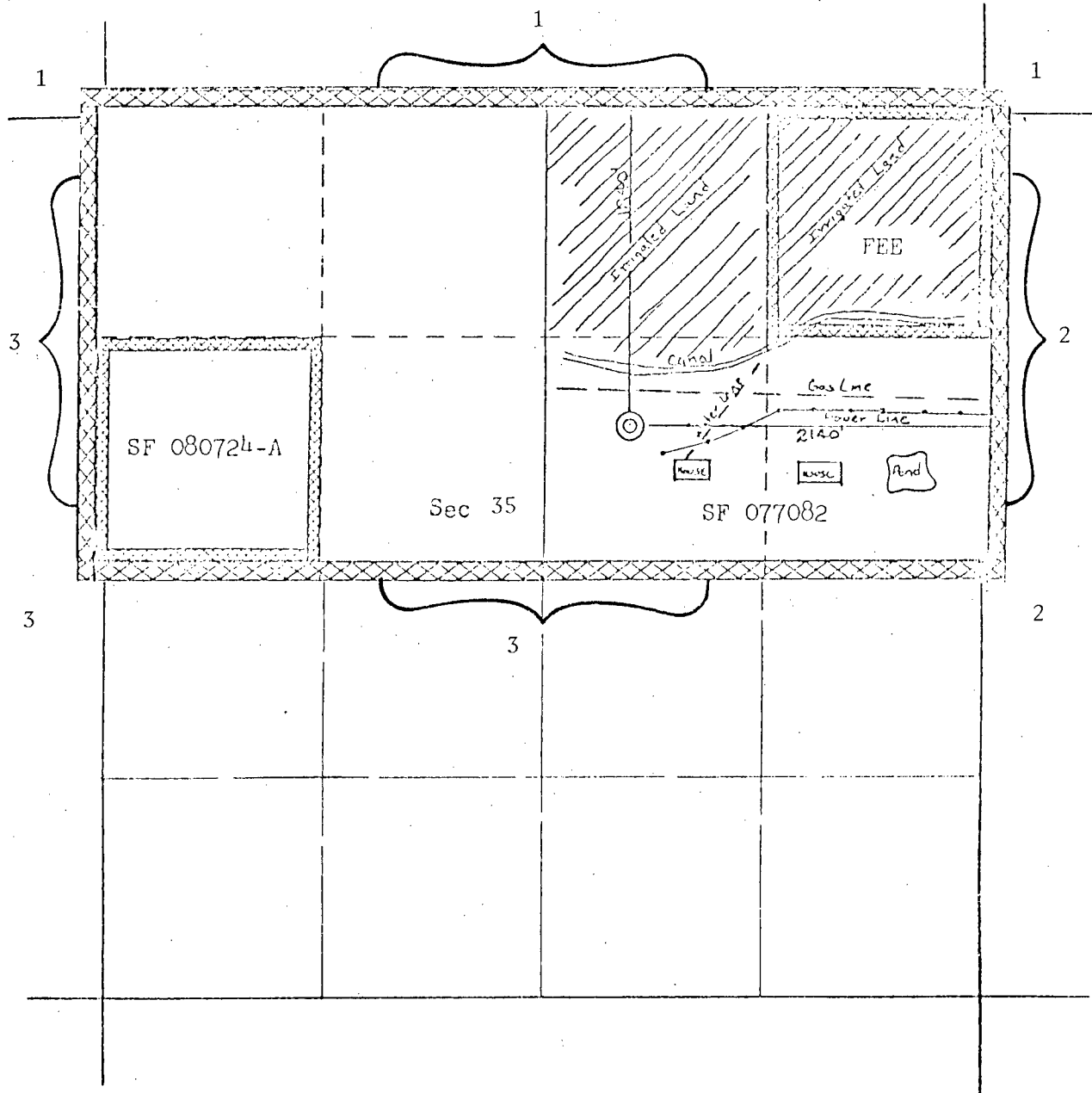
EL PASO NATURAL GAS COMPANY

Well Name Neudecker #3, Blanco Mesaverde (SF-077082)

Footage---- 1840' FNL, 2140' FEL

APPLICATION FOR NON-STANDARD LOCATION

County San Juan State New Mexico Section 35 Township 29N Range 10W



REMARKS: (1) Amoco Production Company
(2) Mesa Petroleum
(3) Supron Energy Corporation

ed

REHABILITATION AGREEMENT

Lease No.: SF-077082; Well Name & No.: Neudecker #3
Location: SW 1/4 NE 1/4 Sec. 35, T. 29 N., R. 10 W.

El Paso Natural Gas Company intends to drill a well on surface owned by J. H. Jones. The lessee/operator agrees to complete the following rehabilitation work if the well is a producer:

☒ Yes ☐ No Maintain access roads and provide adequate drainage to road
☒ Yes ☐ No Reshape and reseed any area in excess of the pump and support facilities.

Other requirements: _____

The following work will be completed when the well is abandoned:

☐ Yes ☒ No Site will require reshaping to conform to existing topography.
☒ Yes ☐ No Pit will be fenced until dry, then filled to conform to topography.
☒ Yes ☐ No Entire disturbed area will be reseeded. If yes, the following seed mixture will be used:

RECOMMENDED PROCEDURE AT TIME OF ABANDONMENT

☒ Yes ☐ No Access road will be rehabilitated and reseeded using the same seed mixture as above.
☐ Yes ☐ No Access road will remain for landowner's use.

Other requirements: _____

Landowner

Name: J. H. Jones
Address: Box 563
City: Bloomfield
State: New Mexico 87413
Telephone: _____
Date: 3-29-82

Operator/Lessee

Name: EL PASO NATURAL GAS COMPANY
Address: P. O. Box 990
City: Farmington
State: New Mexico 87401
Telephone: (505) 325-2841
Date: 3-29-82

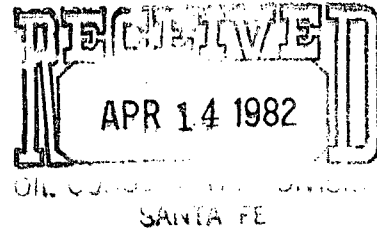
☒ Yes ☐ No I certify rehabilitation has been discussed with the surface owner.

John A. Allen - Regional Land Manager

This agreement covers rehabilitation requirements only and does not affect any other agreements between the lessee/operator and surface owner.



April 12, 1982



1513

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Joe Ramey

Gentlemen:

Subject: Blanco Prospect - OP 06-NM-0751
Waiver of Objection
EPNG's Neudecker #3
San Juan County, New Mexico

Enclosed please find the captioned waiver which has been executed
in behalf of Mesa Petroleum Co.

Sincerely,

A handwritten signature in cursive script that reads 'Arthur S. Brewster'.

Arthur S. Brewster
Division Land Manager

ASB/cc

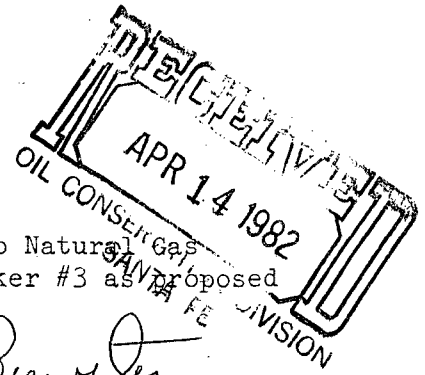
Enclosure

Copy to: El Paso Exploration Company

WAIVER

Mesa Petroleum Co. hereby waives objection to El Paso Natural Gas Company's application for an unorthodox location for their Neudecker #3 as proposed above.

By: Arthur S. Brewster
Arthur S. Brewster, Attorney-in-Fact
Date: April 12, 1982



Copies to:

Supron Energy Corp.
Bldg. V. 5th Floor
10300 North Central Expressway
Dallas, Texas 75231
Attention: Mr. Haskell Fleetwood

Mesa Petroleum
1660 Lincoln St. Suite 2800
Denver, Colorado 80203
Attention: Mr. ~~xxxxxx~~

John Klutsch

PLEASE NOTE CHANGE!



Amoco Production CO.
Security Life Bldg.
Denver Co. 80202
Attention: Western Divn. Engr. Manager.

Amoco Production CO.
501 Airport Drive
Farmington, New Mexico 87401
Attention: Mr. R. W. Schroeder