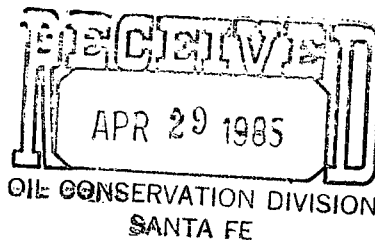


Release May 20, 1985

By *RLC*

El Paso
Exploration Company



P. O. BOX 4289
FARMINGTON, NEW MEXICO 87499-4289
PHONE: 505-325-2841

April 26, 1985

NSL-2052
RULE-NOVALE

320 Acre dedication
1/2 Section 16.

Mr. Richard Stamets
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

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 Schultz #12A at 2025' from the North line and 1350' from the West line of Section 16, T-27-N, R-8-W, San Juan County, New Mexico.

Extremely rough terrain in the form of steep cliffs in the northwest corner of this section makes it 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 one copy to this office.

Plats showing the proposed well location and the terrain in Section 16, along with an ownership plat, are attached.

Sincerely yours,

A handwritten signature in dark ink, appearing to read "G. W. Brink".

G. W. Brink
Project Drilling Engineer

encl.

WAIVER

_____ hereby waives objection to El Paso Natural Gas Company's application for an unorthodox location for their Schultz #12A as proposed above.

By: _____

Date: _____

cc: Mesa Petroleum
Tenneco Oil Company

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

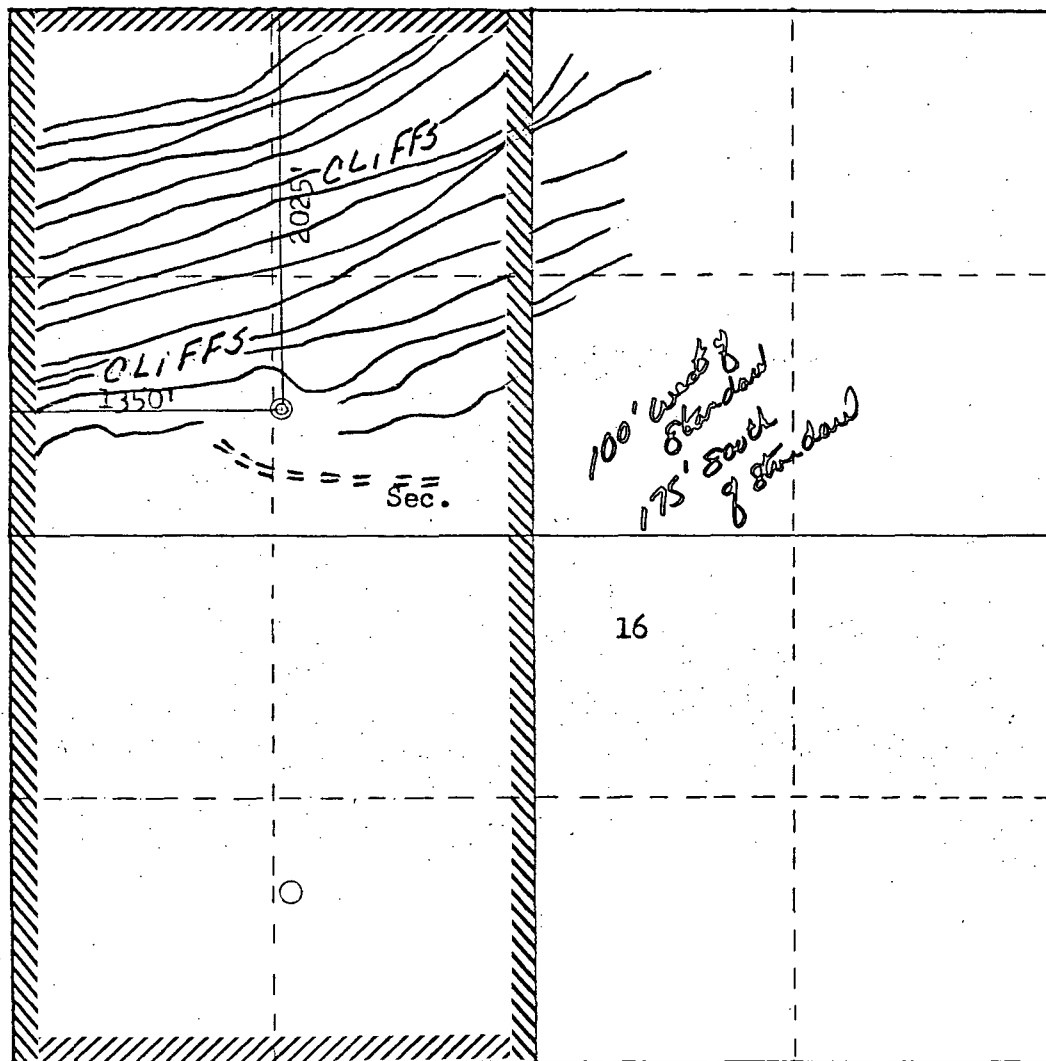
Operator EL PASO NATURAL GAS COMPANY		Lease SCHULTZ (E-6634)		Well No. 12A
Unit Letter F	Section 16	Township 27N	Range 8W	County San Juan
Actual Footage Location of Well: 2025 feet from the North line and 1350 feet from the West line				
Ground Level Elev: 6068	Producing Formation Mesa Verde	Pool Blanco	Dedicated Acreage: 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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 *Peggy Leah*

Position **Drilling Clerk**

Company **El Paso Natural Gas**

Date *April 26, 1985*

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 **April 18, 1985**

Registered Professional Engineer and Land Surveyor

Fred B. Kerr Jr.
Fred B. Kerr Jr.

Certificate No. **KEED. 10**

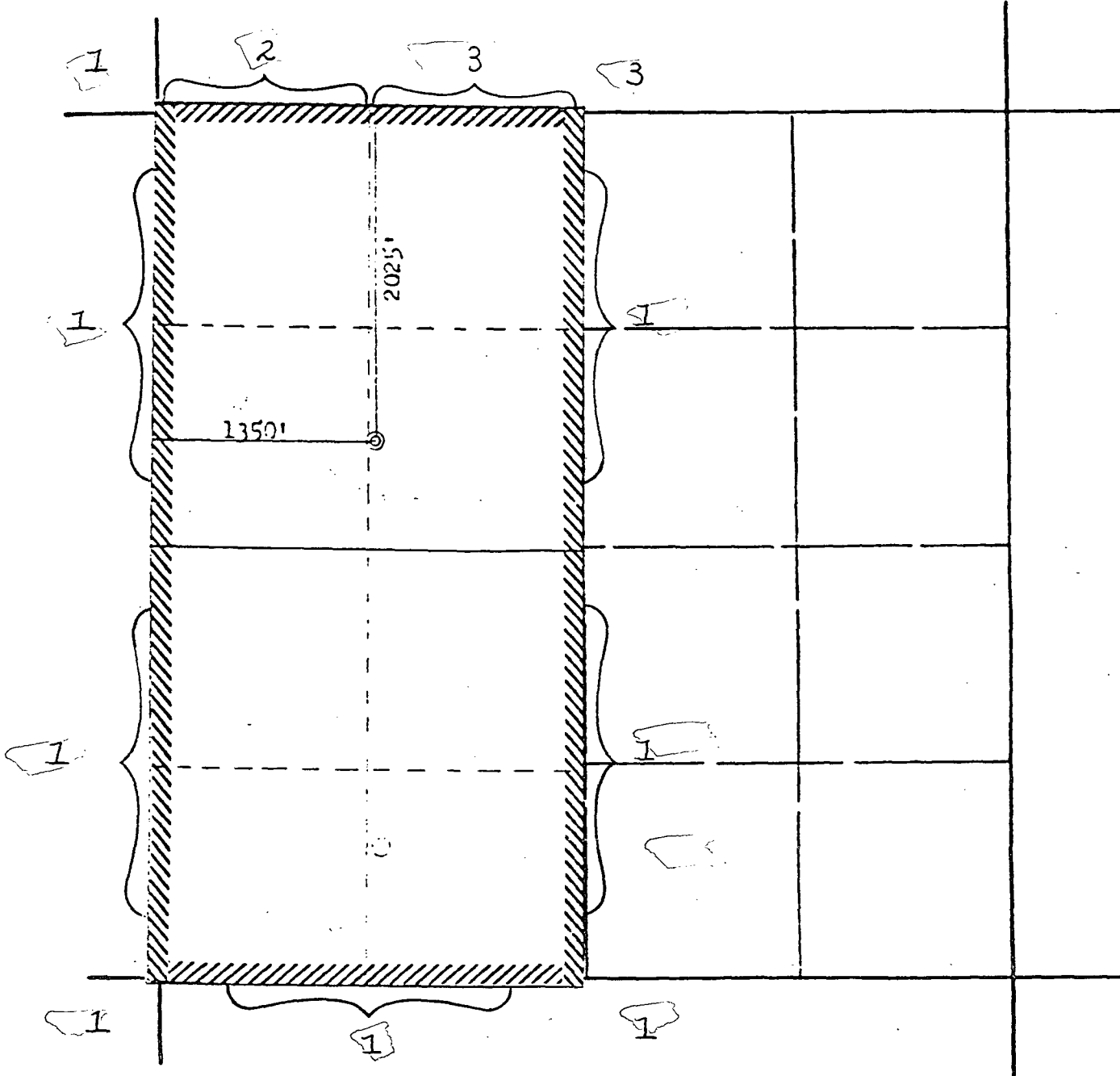
EL PASO NATURAL GAS COMPANY

Well Name Schultz #12 A. Blanco Mesaverde

Footage---- 2025' FNL, 1350' FWL

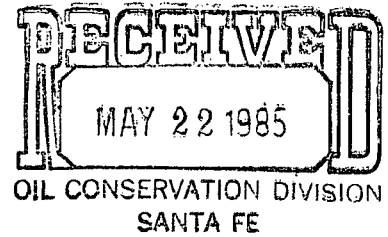
APPLICATION FOR NON-STANDARD LOCATION

County San Juan State New Mexico Section 16 Township 27N Range 8W



REMARKS:

- (1) El Paso Natural Gas Company
- (2) Mesa Petroleum Company
- (3) Tenneco Oil Company



May 20, 1985

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

Attention: Mr. Richard Stamets
Technical Support Chief

Gentlemen:

Subject: Unorthodox Gas Well Location
El Paso Natural Gas Company
Schultz # 12A
Sec. 16-T27N-R8W
San Juan Co., New Mexico

Enclosed herein please find fully executed copy of the Waiver of Objection
on the above referenced well application filed by El Paso Natural Gas Company.

If there is any further information you need, please call.

Sincerely,

A handwritten signature in cursive script, appearing to read 'John D. Kloecker'.

John D. Kloecker
Supervisor, Regulatory Compliance

clc
Enclosure

XC: El Paso



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

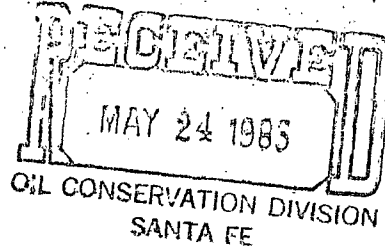
NSL-2052

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

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 5-16-85

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL 2 _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____



Gentlemen:

I have examined the application dated 4-26-85
for the El Paso Schultz #12A F-16-27N-8W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

Car Brush



P. O. BOX 4289
FARMINGTON, NEW MEXICO 87499-4289
PHONE: 505-325-2841

April 26, 1985

RECEIVED

MAY 06 1985

Amarillo Production

Mr. Richard Stamets
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

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Plats showing the proposed well location and the terrain in Section 16, along with an ownership plat, are attached.

Sincerely yours,

G. W. Brink
Project Drilling Engineer

encl.

WAIVER

Mesa Petroleum Co. hereby waives objection to El Paso Natural Gas Company's application for an unorthodox location for their Schultz #12A as proposed above.

By: John D. Kloecker

Date: May 20, 1985

cc: Mesa Petroleum
Tenneco Oil Company

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

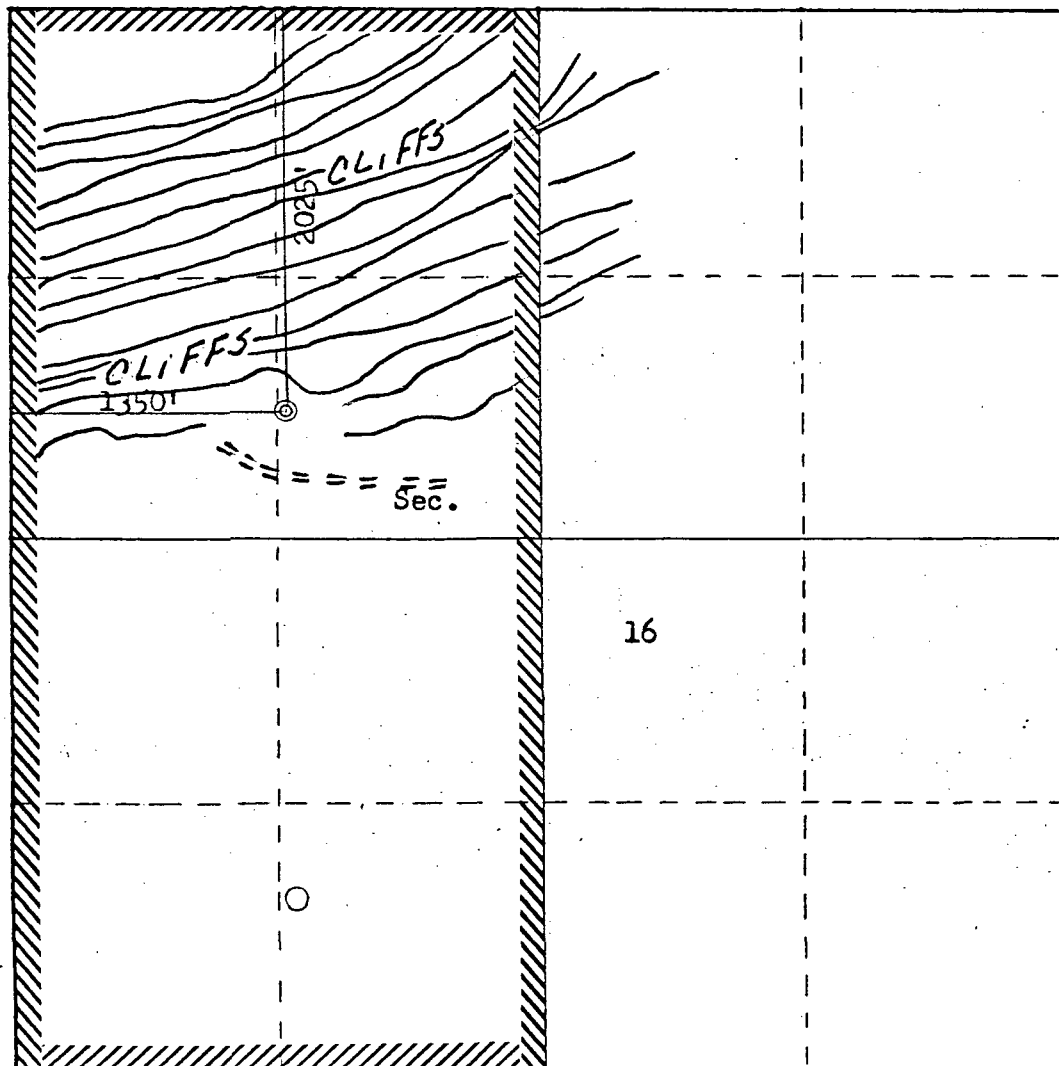
Operator EL PASO NATURAL GAS COMPANY			Lease SCHULTZ (E-6634)		Well No. 12A
Unit Letter F	Section 16	Township 27N	Range 8W	County San Juan	
Actual Footage Location of Well: 2025 feet from the North line and 1350 feet from the West line					
Ground Level Elev: 6068	Producing Formation Mesa Verde		Pool Blanco		Dedicated Acreage: 320 Acres

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CERTIFICATION

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

[Signature]

Name
Drilling Clerk

Position
El Paso Natural Gas

Company
[Signature]

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
April 18, 1985

Registered Professional Engineer and Land Surveyor

[Signature]
Fred B. Kerr Jr.

Certificate No. 4522

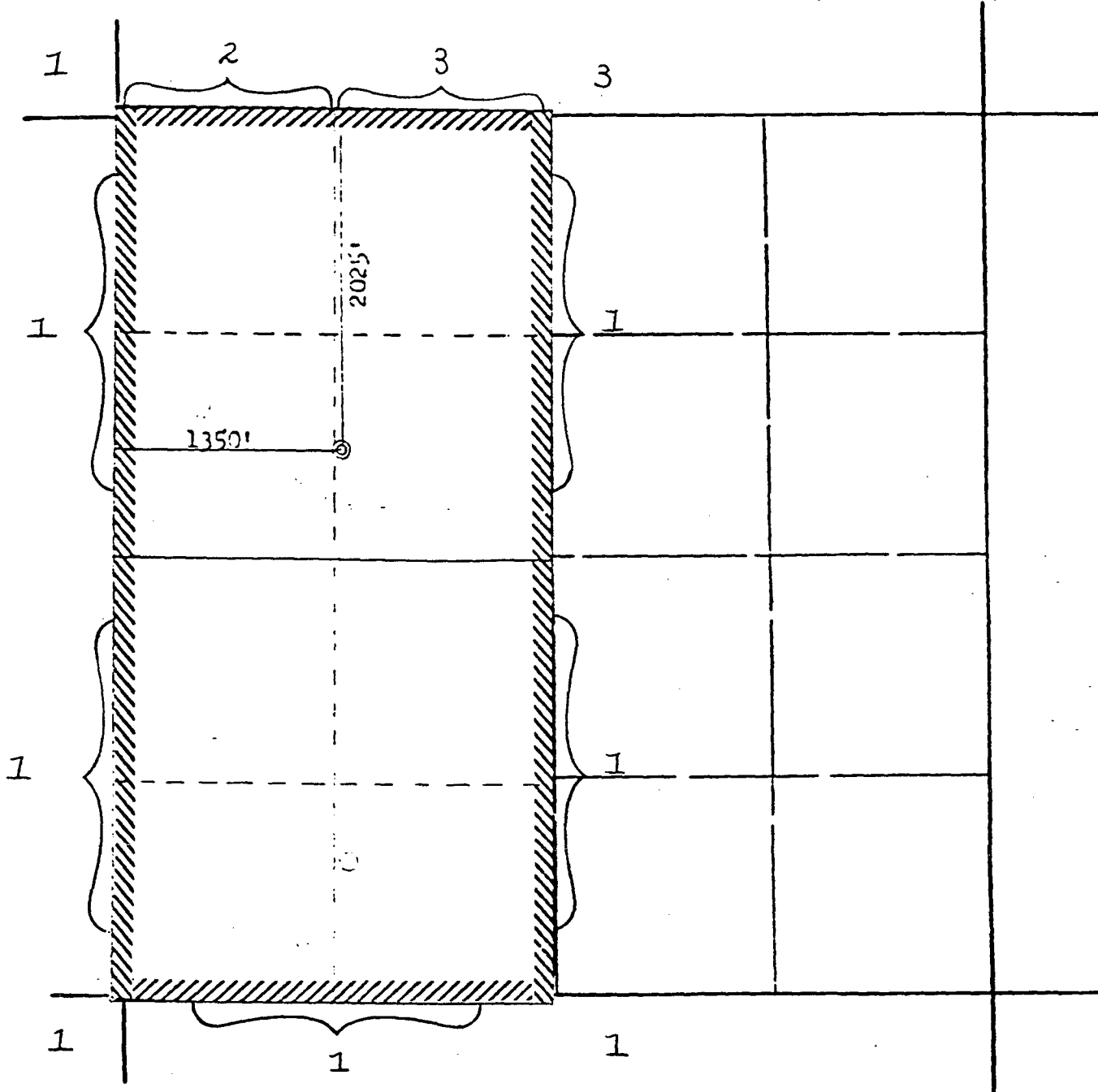
EL PASO NATURAL GAS COMPANY

Well Name Schultz #12 A. Blanco Mesaverde

Footage---- 2025' FNL, 1350' FWL

APPLICATION FOR NON-STANDARD LOCATION

County San Juan State New Mexico Section 16 Township 27N Range 8W



REMARKS:

- (1) El Paso Natural Gas Company
(2) Mesa Petroleum Company
(3) Tenneco Oil Company