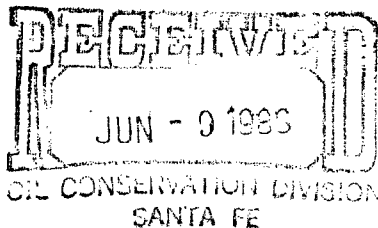




Union Texas Petroleum



June 4, 1986

375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

Mr. R. L. Stamets
New Mexico Oil Conservation Division
P O. Box 2088
Santa Fe, New Mexico 87501-2088

Re: Administrative Approval
Non-Standard Proration Unit
Jicarilla "L" #5
N-Sec. 33-T25N-R5W
Rio Arriba County, NM

Dear Mr. Stamets:

Union Texas Petroleum (UTP) requests Administrative Approval for a Non-Standard Proration Unit covering the Dakota formation.

The well was dually completed in the Gallup and Dakota during October, 1971. The order (MC-1965) approving this completion was approved January 5, 1972.

Orders R-5354 and R-5354-A allowing downhole commingling of the Gallup Dakota in several wellbores, including the Jicarilla "L" #5, were accepted for record on January 17, 1977 and February 8, 1977, respectively.

Order R-8106, accepted for record December 26, 1985, removed the S.E. quarter of Section 33, T25N-R5W from a commingled Otero Gallup/Basin Dakota dedication to a 160 acre West Lindrith Gallup Dakota Oil Pool. Inasmuch as UTP does not operate the Gallup well in M of Section 33, T25N-R5W, we are unable to request the S.W. quarter of Section 33 be included in the West Lindrith Gallup Dakota Pool. In addition, UTP cannot stand up the 320 acre dedication as we do not control the lease in the N.W. quarter of Section 33.

As a direct result of Order R-8106, UTP must request Administrative Approval for a Non-Standard Proration Unit. All offset operators have been notified of our proposal.

If I may be of further assistance, please advise.

Very truly yours,

R. C. Frank
Permit Coordinator

RCF:lmg

cc; NMOCD-Aztec

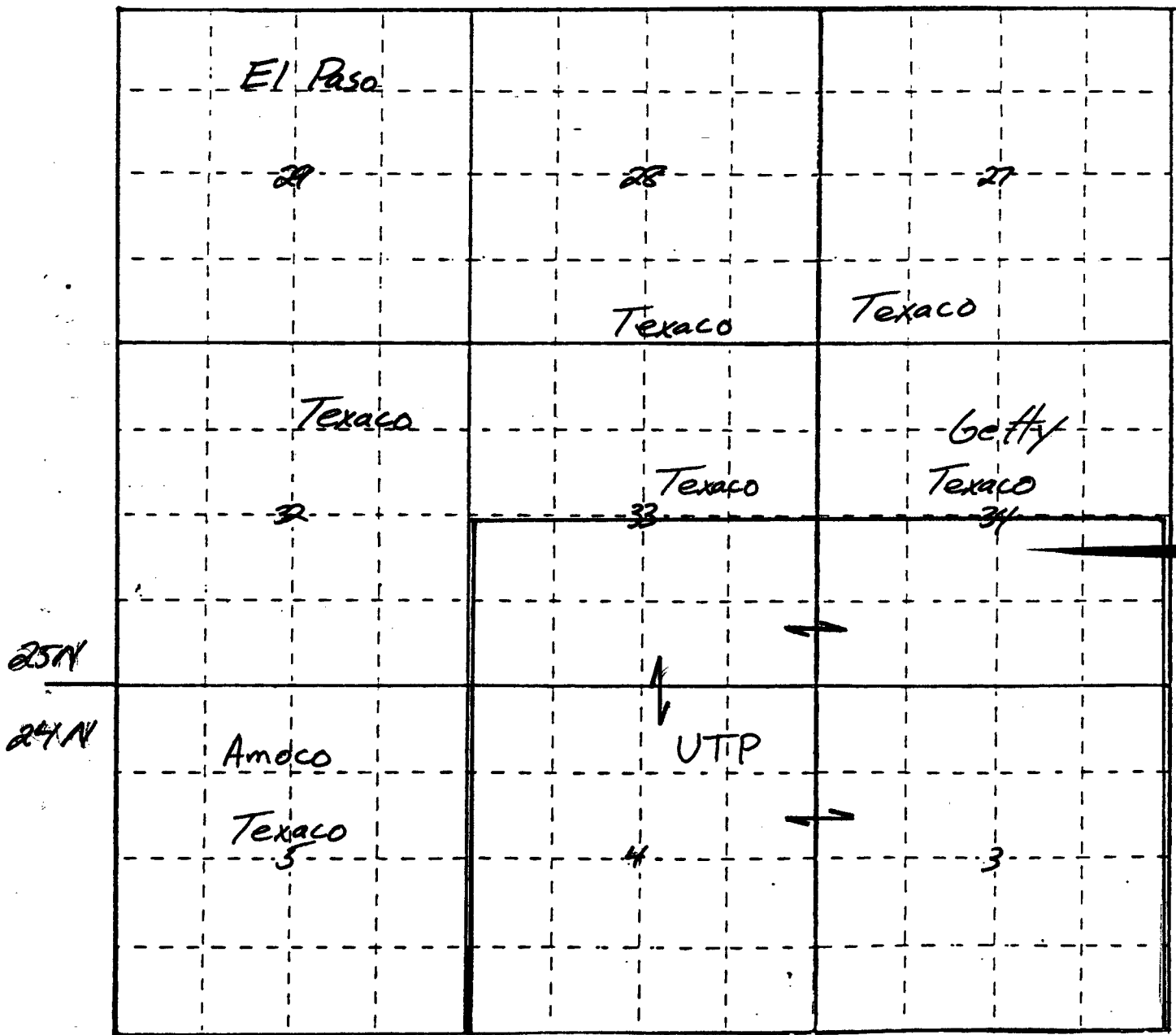
Amoco
Meridian
Texaco

*Per my
Conservation 10/9/86
R/ Farni*

JICARILLA L 5

N SEC. 33-T25N-R5W

RIO ARriba COUNTY, NM



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

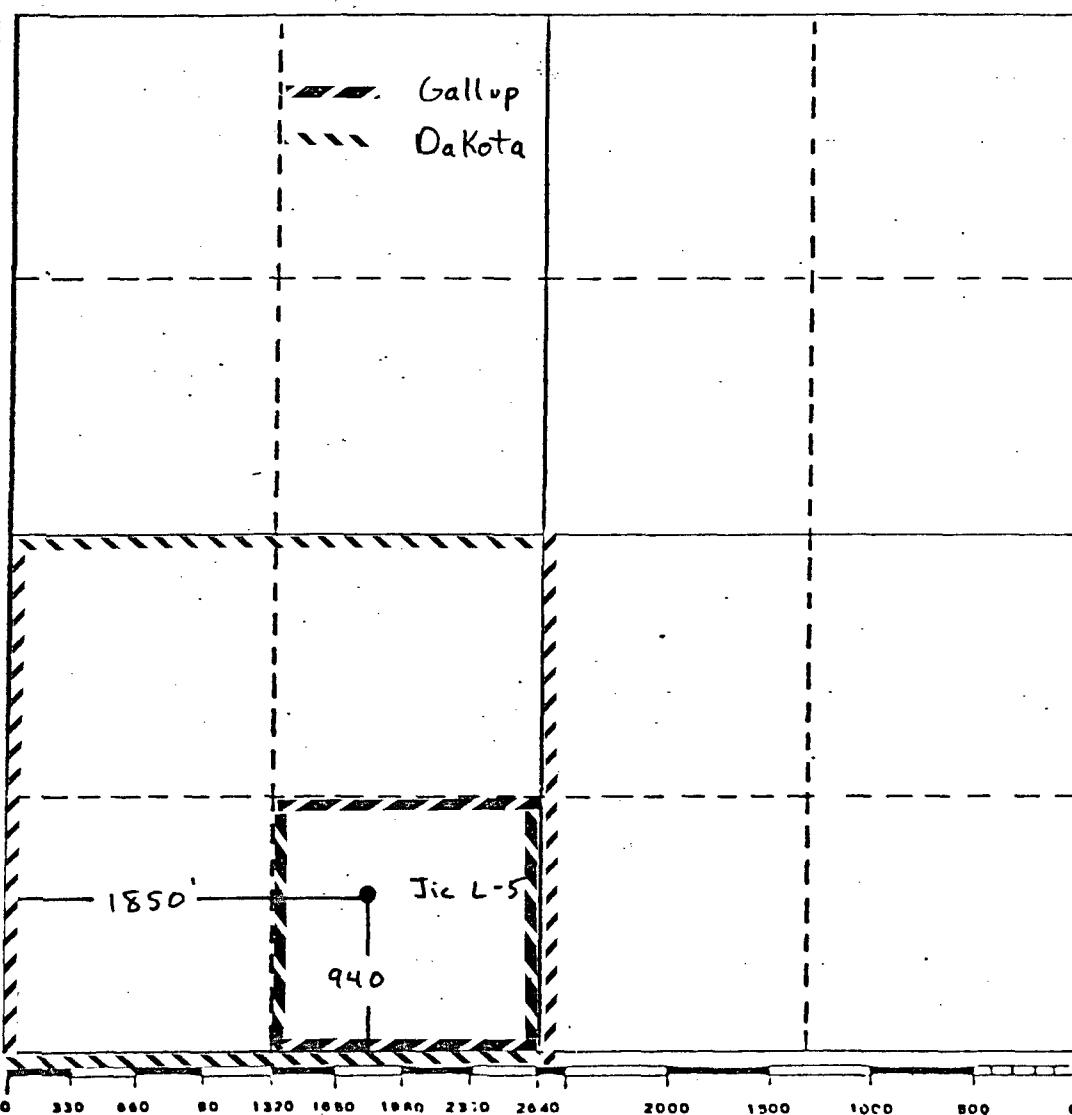
Operator UNION TEXAS PETROLEUM			Lease JICARILLA L		Well No. 5
Unit Letter N	Section 33	Township 25 N	Range 5 W	County RIO ARriba	
Actual Footage Location of Well:					
940 feet from the South		line and 1850 feet from the West		line	
Ground Level Elev. 6745	Producing Formation GALLUP / DAKOTA	Pool -OTERO / BASIN		Dedicated Acreage: 40/160	Acre

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 Division.



CERTIFICATION

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

Name

Robert C. Frank

Position

Robert C. Frank

Company

Permit Coordinator

Date

Union Texas Petroleum

June 4, 1986

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

Registered Professional Engineer
and/or Land Surveyor

Certificate No.