

NORTHWEST PIPELINE CORPORATION

ONE PARK CENTRAL, SUITE 1487  
DENVER, COLORADO 80202  
(303) 623-9303

September 4, 1980

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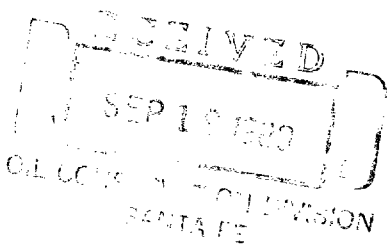
Mr. Jack Willock  
Assistant Area Oil  
and Gas Supervisor  
United States Geological Survey  
Western National Bank Building  
505 Marquette NW, Suite 815  
Albuquerque, New Mexico 87102

State of New Mexico  
Commissioner of Public Lands  
Attention: Mr. Ray D. Graham  
Post Office Box 1148  
Santa Fe, New Mexico 87501

State of New Mexico  
Oil Conservation Commission  
Attention: Mr. Joe Ramey  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Gentlemen:

Re: San Juan 32-7 Unit  
No. 14-08-001-441  
San Juan County, New Mexico  
AMENDED EIGHTEENTH EXPANDED  
PARTICIPATING AREA  
Mesaverde Formation  
Effective August 1, 1977



On November 6, 1978, Northwest Pipeline Corporation, as Unit Operator, filed the Eighteenth Expanded Participating Area for the Mesaverde formation, effective August 1, 1977. Because of the unorthodox spacing units which had been authorized in the immediate area of the Eighteenth Expansion, two intervening Drilling Blocks created by the expansion were inadvertently overlooked.

The Intervening Drilling Blocks were created by inclusion in the Participating Area of the following:

<u>Drilling Block</u>	<u>Acres</u>	<u>Well Name and Number</u>
Township 31 North, Range 7 West Section 3: W/2SE/4, E/2SW/4 Section 10: NW/4	320.00	Yager Well No. 1

United States Geological Survey  
Commissioner of Public Lands  
Oil Conservation Commission  
STATE OF NEW MEXICO  
September 4, 1980  
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INTERVENING DRILLING BLOCKS

<u>Drilling Block</u>	<u>Acres</u>	<u>Well Name and Number</u>
<u>Township 31 North, Range 7 West</u> Section 3: Lots 5, 6, 7, 8, W/2SW/4 Section 4: Lot 5, E/2SE/4, SW/4SE/4	323.39	Intervening Drilling Block
<u>Township 31 North, Range 7 West</u> Section 9: N/2	320.00	Intervening Drilling Block

The San Juan 32-7 Unit Well No. 74 has been proposed for drilling in the SE/4 of Section 4 and Well No. 72 has been proposed for the N/2 of Section 9. Completion of both wells is anticipated by the end of 1980.

Attached are Amended Schedule XX and amended ownership map showing the Amended Eighteenth Expanded Participating Area for the Mesaverde formation of the San Juan 32-7 Unit Area.

Copies of this letter, Schedules, and map are being sent to the Working Interest Owners on the attached sheet.

Very truly yours,



Kathy Michael  
Land Records Coordinator

KM:vh  
Attachment

cc: Working Interest Owners

San Juan Unit 32-7  
Working Interest Owners

Mr. J. Glenn Turner, Jr.  
Independent Co-Executor of the  
Estate of J. Glenn Turner, Deceased  
1700 Mercantile Bank Building  
Dallas, Texas 75206

General American Oil Company of Texas  
Attention: Mr. L. E. Dooley  
Meadows Building  
Dallas, Texas 75206

El Paso Natural Gas Company  
Attention: Mr. James R. Permenter  
Post Office Box 1492  
El Paso, Texas 79978

Phillips Petroleum Company  
Attention: N. N. Beckner  
7800 East Dorado Place  
Englewood, Colorado 80111

Mrs. Iris Gerber Damson  
25 Mamaroneck Road  
Scarsdale, New York 10583

Amoco Production Company  
Attention: Mr. A. M. Roney  
1670 Broadway, Suite 750  
Amoco Building  
Denver, Colorado 80202

AMENDED EIGHTEENTH EXPANDED PARTICIPATING AREA FOR THE MESAVERDE FORMATION  
 SAN JUAN 32-7 UNIT AREA

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	DRILLING BLOCK		PRESENT ACT PARTICIPAT	
			OWNERSHIP	PERCENTAGE		PERCENTAGE COMMITTED
SF 078459	T-32-N, R-7-W	640.00	Royalty;	12.50%	12.50%	7.096902
	Working Interest;					
	Northwest Pipeline Corporation;		82.50%	82.50%		
	ORRI;		5.00%	5.00%		
	TOTAL		100.00%	100.00%		
<u>TRACT 1</u>						
SF 078460	T-32-N, R-7-W	1573.10	Royalty;	12.50%	12.50%	17.443962
	Working Interest;					
	Northwest Pipeline Corporation;		82.50%	82.50%		
	ORRI;		5.00%	5.00%		
	TOTAL		100.00%	100.00%		
<u>TRACT 2</u>						
SF 078472	T-32-N, R-7-W	560.00	Royalty;	12.50%	12.50%	6.209789
	Working Interest;					
	Northwest Pipeline Corporation;		82.50%	82.50%		
	ORRI;		5.00%	5.00%		
	TOTAL		100.00%	100.00%		
<u>TRACT 3</u>						
SF 078542	T-32-N, R-7-W	480.00	Royalty;	12.500%	12.500%	5.322676
	Working Interest;					
	Northwest Pipeline Corp.;		61.875%	61.875%		
	Gen. Am. Oil Co. of Tex.;		20.625%	20.625%		
	TOTAL		100.00%	100.00%		
<u>TRACT 5</u>						

SCHEDULE XX

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	DRILLING BLOCK		PRESENT ACTI PARTICIPAT	
			OWNERSHIP	PERCENTAGE		
			PERCENTAGE	COMMITTED		
<u>TRACT 6</u>						
SF 078543	T-32-N, R-7-W Sec. 27: SW/4 Sec. 35: N/2	480.00	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;	12.50% 82.50% <u>5.00%</u> 100.00%	12.50% 82.50% <u>5.00%</u> 100.00%	5.322676
<u>TRACT 7</u>						
SF 078669	T-32-N, R-7-W Sec. 21: W/2NW/4	80.00	Royalty; Working Interest; Southland Royalty; ORRI;	12.50% 87.50% 0.00% <u>100.00%</u>	0.00% 0.00% 0.00% <u>0.00%</u>	0.000000
<u>TRACT 10</u>						
SF 078996	T-31-N, R-7-W Sec. 3: Lots 5,6,7,8, NW/4SE/4, W/2SW/4 Sec. 4: Lots 5,6,7,8, S/2 Sec. 5: Lots 5,6,7,8, SE/4, E/2SW/4 Sec. 8: E/2	1328.20	Royalty; Working Interest; Northwest Pipeline Corporation ORRI;	12.50% 82.50% <u>5.00%</u> 100.00%	12.50% 82.50% <u>5.00%</u> 100.00%	14.728289
<u>TRACT 11</u>						
SF 078998	T-31-N, R-7-W Sec. 9: N/2 Sec. 17: A11	960.00	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;	12.50% 82.50% <u>5.00%</u> 100.00%	12.50% 82.50% <u>5.00%</u> 100.00%	10.645352
<b>TOTAL</b>						

SCHEDULE XX

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	DRILLING BLOCK		PRESENT AC PARTICIPA	
			OWNERSHIP	PERCENTAGE		
<u>TRACT 15</u>						
NM 05540	<u>T-32-N, R-7-W</u> Sec. 9: SW/4SW/4	40.00	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;	12.50% 82.50% 5.00% <u>100.00%</u>	12.50% 82.50% 5.00% <u>100.00%</u>	.4435
<u>TRACT 16</u>						
E-178-4	<u>T-32-N, R-7-W</u> Sec. 16: W/2W/2	160.00	Royalty; Working Interest; N.B. & B.R. Gerber; ORRI;	12.50% 87.50% 0.00% <u>100.00%</u>	12.50% 87.50% 0.00% <u>100.00%</u>	1.7742
<u>TRACT 17</u>						
E-503-3	<u>T-32-N, R-7-W</u> Sec. 16: E/2W/2	160.00	Royalty; Working Interest; El Paso Natural Gas Co; ORRI;	12.500% 65.625% 21.875% <u>100.000%</u>	12.500% 65.625% 21.875% <u>100.000%</u>	1.7742
<u>TRACT 17-A</u>						
E-503-12	<u>T-32-N, R-7-W</u> Sec. 32: E/2W/2 Sec. 36: All	800.00	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;	12.50% 82.50% 5.00% <u>100.00%</u>	12.50% 82.50% 5.00% <u>100.00%</u>	8.87112

SCHEDULE XX

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PRESENT AC PARTICIPATION
<u>TRACT 21</u>							
Fee	T-32-N, R-7-W Sec. 7: Lots 1,2,3, SE/4 & NE/4SW/4 Sec. 8: Lots 1,2,3, E/2SW/4 & W/2SE/4 & NE/4SE/4 Sec. 9: Lot 4 & NW/4SW/4 Sec. 18: 13.36 acre tract in NE/4NE/4 Sec. 21: W/2NE/4 & E/2NW/4	732.58	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;		12.50% 87.50% 0.00% <u>100.00%</u>	12.50% 87.50% 0.00% <u>100.00%</u>	8.12351%
<u>TRACT 21-A</u>							
Fee	T-32-N, R-7-W Sec. 7: 1 acre out of SW/4SE/4SE/4	1.00	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;		12.50% 87.50% 0.00% <u>100.00%</u>	12.50% 87.50% 0.00% <u>100.00%</u>	.011089
<u>TRACT 22</u>							
Fee	T-32-N, R-7-W Sec. 7: 17.09 acres out of E/2SE/4 Sec. 18: W/2NE/4 & SE/4NE/4 & SE/4 & 26.64 acre tract in NE/4NE/4 Sec. 20: SW/4SW/4 Sec. 29: NW/4NW/4 & S/2NW/4 & N/2SW/4 & SW/4SW/4	603.73	Royalty; Working Interest; Northwest Pipeline Corporation; ORRI;		12.50% 84.50% 3.00% <u>100.00%</u>	12.50% 84.50% 3.00% <u>100.00%</u>	6.694707

FEE	SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK		PRESENT ACT PARTICIPAT
					PERCENTAGE	PERCENTAGE COMMITTED	
	<u>TRACT 23</u>						
Fee	T-32-N, R-7-W	Royalty;	240.00	Working Interest;	12.50%	12.50%	2.661338
	Sec. 20: E/2SE/4	Northwest Pipeline		Corporation;	87.50%	87.50%	
	Sec. 21: SW/4	ORRI;		TOTAL	<u>100.00%</u>	<u>100.00%</u>	
	<u>TRACT 24</u>						
Fee	T-32-N, R-7-W	Royalty;	160.00	Working Interest;	12.50%	12.50%	1.774225
	Sec. 32: W/2W/2	Northwest Pipeline		Corporation;	87.50%	87.50%	
		ORRI;		TOTAL	<u>100.00%</u>	<u>100.00%</u>	
	<u>TRACT 25</u>						
Fee	T-32-N, R-7-W	Royalty;	99.41	Working Interest;	12.50%	12.50%	1.102349
	Sec. 8: Lot 4	Northwest Pipeline		Corporation;	87.50%	87.50%	
	W/2SW/4	ORRI;		TOTAL	<u>100.00%</u>	<u>100.00%</u>	
	<u>TRACT 26</u>						
Fee	T-31-N, R-7-W	Royalty;	120.00	Working Interest;	20.00%	00.00%	0.000000
	Sec. 3: E/2SW/4,	Palmer Oil and Gas;		ORRI;	80.00%	00.00%	
	SW/4SE/4	TOTAL			<u>100.00%</u>	<u>00.00%</u>	



SCHEDULE XX

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PRESENT ACT PARTICIPAT
<u>TRACT 28</u>							
Fee	T-31-N, R-7-W Sec. 10: NW/4	160.00	Royalty; Working Interest; Palmer Oil and Gas; ORRI;		20.00%	00.00%	0.00000
			TOTAL		<u>100.00%</u>	<u>00.00%</u>	

RECAPITULATION

Township 31 North, Range 7 West, N.M.P.M.  
 Section 3: Lots 5,6,7,8, SW/4, W/2SE/4  
 Section 4: Lots 5,6,7,8, S/2  
 Section 5: Lots 5, 6, 7, 8, SE/4 & E/2SW/4  
 Section 8: E/2  
 Section 9: N/2  
 Section 10: NW/4  
 Section 17: All

Township 32 North, Range 7 West, N.M.P.M.  
 Section 7: (Frac.) All  
 Section 8: (Frac.) All  
 Section 9: (Frac.) W/2W/2  
 Sections 17, 20, 21, 22, 35, 36: All  
 Sections 16, 27, 29, 32: W/2  
 Section 23: SW/4  
 Sections 18, 28: E/2

Total Number of Acres in Participating Area: 9378.02  
 Total Number of Acres Committed to Participating Area: 9018.02  
 Total Number of Acres Not Committed to Participating Area: 360.00