El Paso Natural Gas Company

El Paso, Texas 79999 March 12, 1968

Mr. A. L. Porter, Secretary and Director New Mexico Oil Conservation Commission Box 2088 Santa Fe, New Mexico - 87501

Dear Mr. Porter:

This is a request for administrative approval for an unorthodox gas well located in the Basin Dakota Pool.

It is intended to locate this well, El Paso Natural Gas Company San Juan 27-5 Unit No. 110, 665' from the north line and 2105' from the east line of Section 2, T-27-N, R-5-W, N.M.P.M., Rio Arriba County, New Mexico. The north half of Section 2 is dedicated to this well.

As shown on the attached plat the north half of Section 2 consists of 319.44 acres. The topography of the northeast quarter, with the exception of that area which would be designated as "Unit Letter B", consists of a high rimmed mesa, or at lower elevations of unconsolidated surfaces which have failed to give sufficient support to roads and well locations during earlier operations. The proposed location as indicated on the attached topo map of this area is on the only economically operable portion of the northeast quarter of Section 2.

El Paso Natural Gas Company is the operator of the San Juan 27-5 Unit. The proposed drilling block is included in the San Juan 27-5 Unit Dakota Participating Area.

Offset operators of non-participating acreage in the San Juan 27-5 Unit and all operators in the offsetting San Juan 28-5 Unit have been notified of the request by letter on March 12, 1968. A list of these operators and their addresses is attached.

Also attached are two copies of the intention to drill, two copies of the certified well location plat, and two copies of an area topo map with the location indicated.

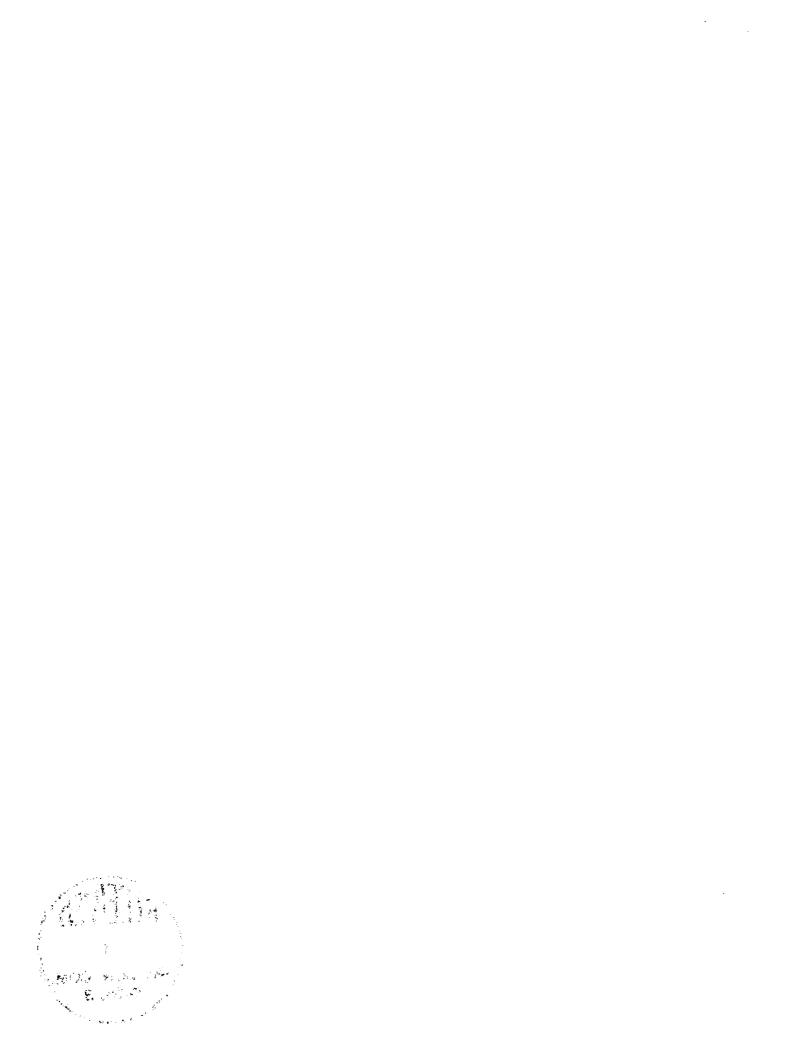
Yours very truly,

Carl E. Matthews, Regional Petroleum En

CEM:dgb

cc: Emery Arnold w/Attch. T. W. Bittick w/Attch.

San Juan 28-5 Unit Operators w/Attch. San Juan 27-5 Unit Operators w/Attch.



El Paso Natural Gas Company

El Paso, Jexas 79999 March 12, 1968

ADDRESS REPLY TO POST OFFICE BOX 990 FARMINGTON, NEW MEXICO 87401

Gentlemen:

Enclosed is a copy of a request by El Paso Natural Gas Company for administrative approval of the New Mexico Oil Conservation Commission to locate a Dakota gas well on an unorthodox location in the NE/4 of Section 2, T-27-N, R-5-W, Rio Arriba County, New Mexico.

Your company is a participant of offset acreage. This notification is in compliance with the Oil Conservation Commission's Rule No. 104-F, and Order No. R-1670-C, Section A, Rule 3 of the Special Rules and Regulations for the Basin Dakota Pool.

Yours very truly,

Carl E. Matthews,

Regional Petroleum Engineer

CEM:dgb

San Juan 28-5 Unit Dakota Working Interest Owners

Mr. John L. Abercrombie Texas Bank of Commerce c/o Trust Department 1450 P. O. Box 2558 Houston, Texas 77001

Mr. J. R. Abercrombie P. O. Box 224 Bellaire, Texas 77401

Mrs. Lela L. Barkley 5322 Institute Lane Houston, Texas 77005

Mrs. Evelyn Ellen Wallace & James A. Brown, Trustees under the Last Will and Testament of A. W. Brown Park Drive South Rye, New York 10580

Mrs. Evelyn G. Brown Park Drive South Rye, New York 10580

Mr. James A. Brown Park Drive South Rye, New York 10580

Mr. Ralph H. McCullough 2001 Gulf Building Houston, Texas 77002

Mr. T. H. McElvain, Jr. P. O. Box 2148
Santa Fe, New Mexico

Catherine B. McElvain, Individually and as Executrix of the Estate of T. H. McElvain, Deceased P. O. Box 2148
Santa Fe, New Mexico 87501

Mr. Forrest B. Miller & Mabelle Miller 1224 Lois Street P. O. Box 1445 Kerrville, Texas 78208

Pan American Petroleum Corp. Attention: Mr. T. M. Curtis Security Life Building 80202 Denver, Colorado

Mr. H. O. Pool P. O. Box 1585 Scottsdale, Arizona 85251

Mr. Robert P. Tinnin
P. O. Box 1854
Albuquerque, New Mexico 87108

Col. Langdon Dewey Harrison Trustee Omega E. Quinn Consolidated Mail Room P. O. Box 4075 Holloman Air Force Base Alamogordo, New Mexico 87723

Catherine M. Harvey 220 Shelby Street Santa Fe, New Mexico 87501

WORKING INTEREST OWNERS DAKOTA PARTICIPATING AREA SAN JUAN 27-5 UNIT

Pan American Petroleum Corporation (2)
Petroleum Center Building
Farmington, New Mexico

Southern Petroleum Exploration Corporation Box 192 Sisterville, West Virginia

Rincon Oil & Gas Corporation 1126 Mercantile Securities Building Dallas, Texas

