Cross Timbers Oil Company

NSL 9/11/00

AUG 2 1

August 17, 2000

CERTIFIED MAIL:

Mr. Michael E. Stogner

New Mexico Oil Conservation Division

2040 South Pacheco

Santa Fe, New Mexico 87505

USL Seel for Betick OK

RE:

Application for Administrative Approval of Unorthodox Location

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Cross Timbers Operating Company's C.A. McAdams "D" #2 Well (30-045-11562)

1,950' FNL and 1,650' FEL of the Section (SW/4 NE/4)

Unit G, Section 20, T27N-R10W

San Juan County, New Mexico

Angels Peak-Gallup Associated Pool Formation

Dear Mr. Stogner:

Cross Timbers Operating Company hereby requests administrative approval for an unorthodox location for the above referenced well. Attached for your reference are the following exhibits:

- 1. Well location plat (NMOCD Form C-102)
- 2. Ownership map
- 3. List of Offset Owners

The above captioned well was spud on 10-28-65 and completed on 11-23-65 as a E/2 320 acre unit Dakota formation and has produced until 1994 at which time the well was shutin. Cross Timbers Operating Company would like to move up the hole and recomplete the well in the Angles Peak-Gallup Associated Pool formation. The rules state that the well should be spaced no closer than 790' to any quarter section line, nor closer than 330' to quarter quarter section line. Due to the expected small oil production the Gallup would need to be on an 80 laydown spaced unit. The existing location would not conform to current spacing in either the 320 acre unit or the 80 acre unit. A new location to obtain the minimum distance for spacing can not be made due to the location of the existing wellbore. A new well would not be economically feasible to drill for just the Angles Peak-Gallup Associated Pool formation. The current wellbore is in acceptable condition for the recompletion attempt with no additional work being required. By moving up the hole, Cross Timbers would be able to minimize environmental impact in obtaining additional production and protection of correlative rights.

By certified mail, a copy of this application and request for administrative approval has been sent to all of the Angles Peak-Gallup Associated Pool formation working interest owners and offset operators listed on the attached list.

Cross Timbers would like to request your Administration Approval for the unorthodox location based on the above information. Should you need any additional information please feel free to contact me at (817) 885-2454.

Sincerely,

CROSS TIMBERS OPERATING COMPANY

George A Cox, CPL

Landman

Enclosures

Cc: Gary Markestad

Jeffery Patton Darrin Steed

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

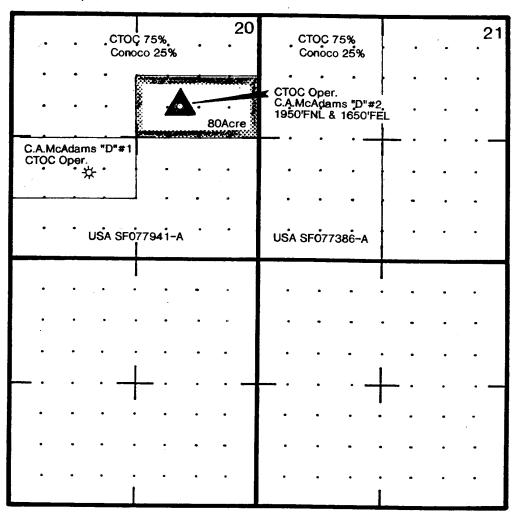
Form C-102 Supersedes C-128 Elfective 1-1-65

Elfective 1-1-65 All distances must be from the outer boundaries of the Section. Well No. C. A. McAdams Pan American Petroleum Corporation 2 Section Range 10 West 20 27 North San Juan Actual Footage Location of Wells 1650 1950 feet from the North East line and line Ground Lyvel Elev: Producing Formation Pool Dedicated Acreases Report Later Dakota Basin Dakota 320 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? 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 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 comed herein is true and complete to the 1950 G. W. Eaton Area Engineer Pan American Petroleum Corp. SF-077941-A of aRegsullos motion N. ECHOY ECHONING IN ECHONING October 5, 1965 Registered Professional Engineer

Certificate No.

STATE:	New Mexico			COUNTY:	San Juan	
PROSPECT	C.A. McAdams	"D"#2	As to the	Gallup For	rmation -	DATE:
SECTIONS:	20,21 BLOCK:_		SURVEY:			DAIL .
	TOWNSHIP:			-		

SCALE:1'=2,000'



WORKING INTEREST OWNERS AND OFFSET OPERATORS NOTIFICATION LIST

Conoco Inc.

P.O. Box 2187, DU 3076

Houston, Texas 77252

Attention: Isabel H. Barron

Burlington Resources Oil and Gas Company

P.O. Box 4289

Farmington, NM 87499

Attn: Dawn Howell

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY					
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: 	A. Received by (Please Print Clearly) C. Signature X Agent Addressee D. Is delivery address different from item 1? If YES, enter delivery address below:					
Conoco Inc. Attention: Isabel H. Barron, DU 3076 P.O. Box 2187 Houston, TX 77252	3. Service Type Certified Mail					
2. Article Number (Copy from service label) 7000 05	220 0018 7093 7975					
PS Form 3811, July 1999 [+ COMPLETE THIS SECTION ON DELIVERY					
SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.	A. Received by (Please Print Clearty) B. Date of Delivery					
 Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	C. Signature X					
1. Article Addressed to:	If YES, enter delivery address below:					
Burlington Resources Oil & Gas Attention: Dawn Howell 3535 E 30 th Street P.O. Box 4289 Farmington, NM 87499	3. Service Type Certified Mail					
2. Article Number (Copy from service label) 7000 0520 0018 7093 7982						

PS Form 3811, July 1999

102595-99-M-1789

August 17, 2000

CERTIFIED MAIL:

Conoco Inc.

P.O. Box 2187, DU 3076

Houston, TX 77252

Attention: Isabel H. Barron

RE:

Application for Administrative Approval of Unorthodox Location

C.A. McAdams D #2 Well

Unit G, Section 20, T27N-R10W San Juan County, New Mexico

Angles Peak-Gallup Associated Pool Formation

Dear Isabel:

Enclosed please find a copy of the above captioned application that has been sent to the NMOCD for administrative approval. Should you not agree with the request, please notify the NMOCD within 20 days of the date of this application. Should you have any questions concerning the operations, please feel free to contact me at (817) 885-2454.

Sincerely,

CROSS TIMBERS OPERATING COMPANY

George A Cox. CPL

Landman

Enclosure

August 17, 2000

CERTIFIED MAIL:

Burlington Resources, Oil & Gas Company

P.O. Box 4289

Farmington, NM 87499 Attention: Dawn Howell

RE:

Application for Administrative Approval of Unorthodox Location

C.A. McAdams D #2 Well Unit G, Section 20, T27N-R10W

San Juan County, New Mexico

Angles Peak-Gallup Associated Pool Formation

Dear Dawn:

Enclosed please find a copy of the above captioned application that has been sent to the NMOCD for administrative approval. Should you not agree with the request, please notify the NMOCD within 20 days of the date of this application. Should you have any questions concerning the operations, please feel free to contact me at (817) 885-2454.

Sincerely,

CROSS TIMBERS OPERATING COMPANY

George A. Cox. CPL

Landman

Enclosure