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4-1191 PA, 9-02

Form 16163-S 9-02

DRAFT

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Staff Landman
Coalbed Methane Team
600 N. Dairy Ashford – 3WL.
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November 12, 2004

Oil Conservation Division State of New Mexico 2040 South Pacheco Santa Fe, New Mexico 87505

Attn:

Michael E. Stogner

Chief Hearing Bxaminer/Engineer

RE:

Order Number R-1066

Request for Administrative Approval of several Non-Standard Spacing Units in the Fruitland Coal Formation in the San Juan 32-7 Unit, San Juan County, New Mexico

Dear Mr. Stogner:

ConocoPhillips Company, as Operator of the San Juan 32-7 Unit in Townships 31 and 32 North, Ranges 6 and 7 West, NMPM, San Juan County, New Mexico hereby respectfully requests administrative approval under Rule 6 (As amended by Order No. R-8768-A) of certain Non-Standard Gas Proration Units for Basin-Fruitland Coal production.

These Non-Standard Units conform to previously approved Blanco-Mesaverde Gas Pool Non-Standard Units designated as Blocks K, L and M under Order Number R-1066 entered on October 9, 1957, as amended, and are described below and depicted on the attached Exhibit "A":

Block K (containing 319.42 acres, more or less)

Section 7:

W/2SE/4, E/2SW/4, and Lots 2,3,4,5 and 6

Block L (containing 298.38 acres, more or less)

Section 7:

E/2SE/4 and Lot 1

Section 8:

SW/4 and Lots 3 and 4

Block M (containing 303.66 acres, more or less)

Section 8:

N/2SE/4, SW/4SE/4 and Lots 1, 2 and 5

Section 9:

NW/4SW/4 and Lots 4 and 14

All in Township 32 North, Range 7 West, San Juan County, New Mexico

In accordance with Rule 6, all affected persons are being furnished with three (3) copies of this request by certified mail and are hereby notified of ConocoPhillips Company's intent to form such non-standard units, and are hereby advised that any objections to this application must be submitted in writing within thirty (30) days.

If you should have any questions or need additional information, please do not hesitate to contact me at the above telephone number.

Respectfully,

Jim Penney

NEW / ICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

ri in (+,). Supersedes (+1,7) Lina inno :

All distances must be from the outer boundaries of the Section EL PASO ELTURAL GAS COMPANY SAU JUAN 32-7 UNIT (PEE) 32-N SAN JUAN 2820 1090 EAST ar religion libra ESA VERIE BLANCO MESA VERDE 6410 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 thath 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 "ves." type of consolidation Unitization If answer is "no!" list the owners and tract descriptions which have actually been consulidated, it's 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, climinating such interests, has been approved by the Commis-CERTIFICATION NOTE: DEDICATION HER ORDER #R-1066 BLOCK K 10-9-57 STATE OF COLORADO I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Original Signed by D. G. Brisco **Drilling Clerk** FEE El Paso Natural Gas Co. July 13, 1979 SECTION 7 t hereby certify that the well location an this plat was platted from field s of actual surveys made by me or my supervision, and that the same OIL COM DIST