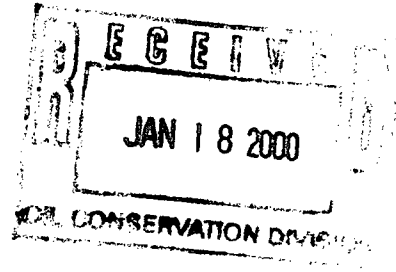


NSL 2/7/00



**Cross Timbers Oil Company**



January 11, 2000

**CERTIFIED MAIL:**

Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505

RE: Application for Administrative Approval of Unorthodox Location  
Cross Timbers Operating Company's J. C. Gordon D#3 Well  
2,270' FSL and 1,540' FWL (NE/4 SW/4)  
Unit K, Section 23, T27N-R10W  
San Juan County, New Mexico  
Angles 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:

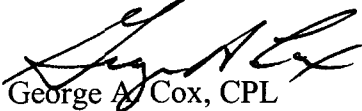
1. Well location plat (NMOCD Form C-102)
2. Ownership map
3. List of Offset Owners

The above captioned well was drilled and completed as a producing W/2, 320 acre Dakota unit. Cross Timbers Operating Company would like to move up the hole in the wellbore and recomple the well in the Angles Peak Gallup Associated Pool formation. The rules state that the well should be spaced no closer than 1980' to the end boundary, nor closer than 660' to the side boundary, nor closer than 330' to the 1/4 1/4 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  
Tom DeLong

District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
811 S. 1st Street, Artesia, NM 88210-2834  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-102  
Revised October 18, 1999  
Instructions on back  
Submit to Appropriate District Clerk  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-045-13044	<sup>2</sup> Pool Code 02170	<sup>3</sup> Pool Name Angel Peak Gallup
<sup>4</sup> Property Code 022614	<sup>5</sup> Property Name J. C Gordon D	<sup>6</sup> Well Number #3
<sup>7</sup> OGRID No. 167067	<sup>8</sup> Operator Name Cross Timbers Operating Company	<sup>9</sup> Elevation 6287' KB

<sup>10</sup> Surface Location

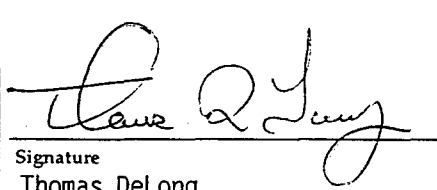
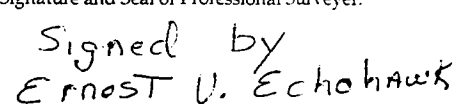
UL or lot no. K	Section 23	Township 27 N	Range 10 W	Lot. Idn	Feet from the 2270	North/South Line South	Feet from the 1540	East/West line West	County San Juan
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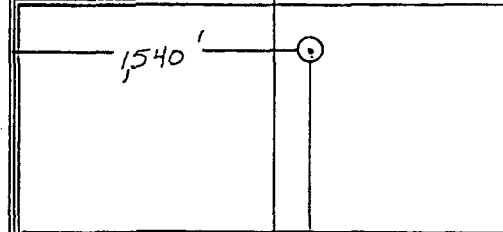
<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
									San Juan

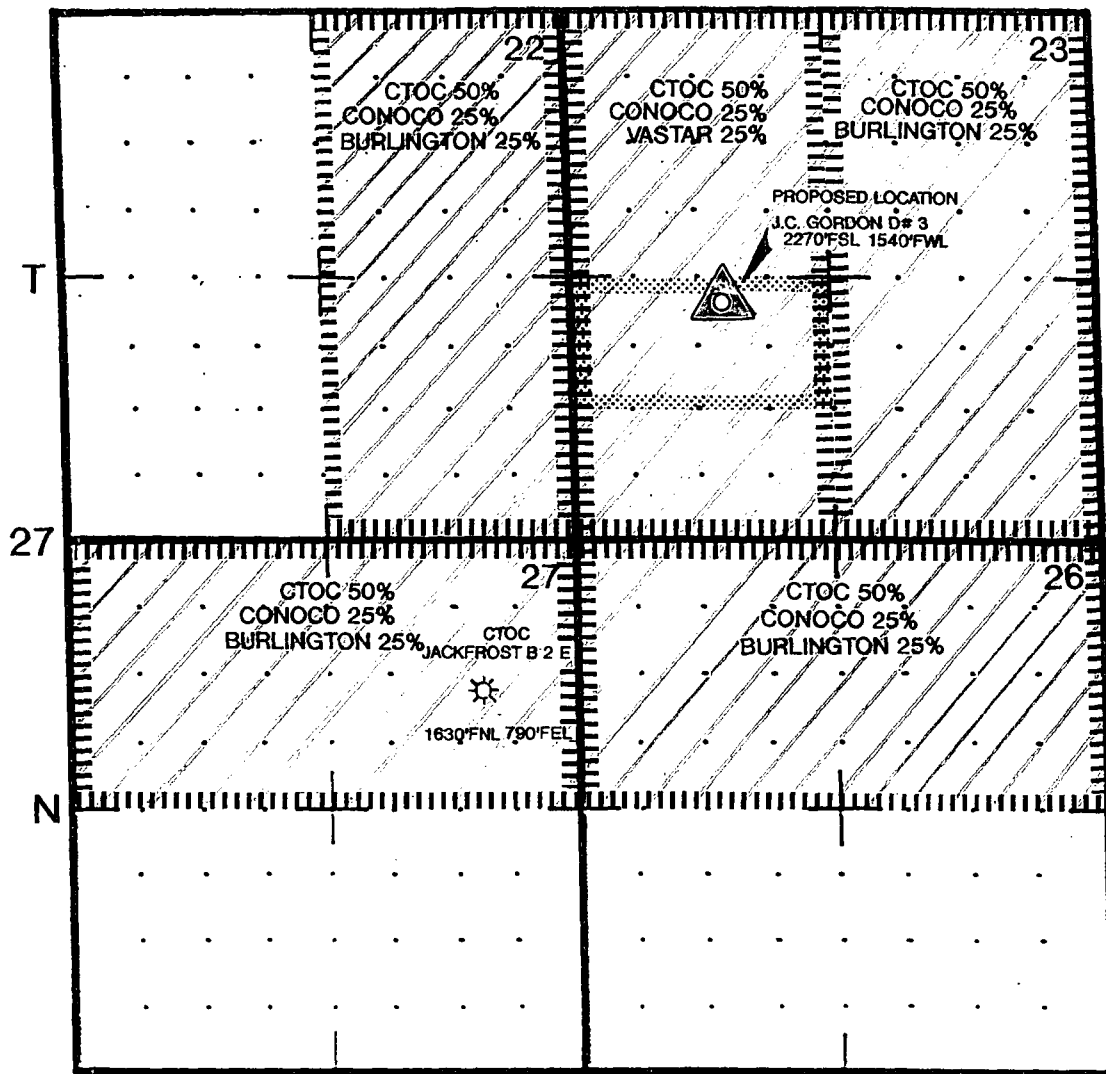
<sup>12</sup> Dedicated Acres 80 N/2 of SW/4	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON--STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

				<sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.   Signature Thomas DeLong Printed Name Production Engineer Title December 30, 1999 Date
				<sup>18</sup> SURVEYOR CERTIFICATION 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 belief.  July 8, 1964 Date of Survey Signature and Seal of Professional Surveyor:  3602 Certificate Number



SCALE: 1"=2,000'



R-10-W



**Cross Timbers Oil Company**

J.C. GORDON D#3

OFFSET OPERATIONS & OWNERSHIP AS TO GALLUP FORMATION

SAN JUAN COUNTY, NEW MEXICO

## OFFSET OPERATORS NOTIFICATION LIST

Burlington Resources Oil & Gas Company  
P.O. Box 4289  
Farmington, NM 87499  
Attention: Shannon Nichols

Conoco Inc.  
P.O. Box 2187, DU 3076  
Houston, Texas 77252  
Attention: Isabel H. Barron

Vastar Resources, Inc.  
15375 Memorial Dr.  
Houston, Texas 77079-4401

**SENDER: COMPLETE THIS SECTION**

- 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.

1. Article Addressed to:

Vastar Resosurces, Inc.  
15375 Memorial Drive  
Houston, TX 77079-4401

2. Article Number (Copy from service label)

Z 402 295 839

PS Form 3811, July 1999

Domestic Return Receipt

102595-99-M-1789

**COMPLETE THIS SECTION ON DELIVERY**

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

X

☐ Agent☐ Addressee

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes**SENDER: COMPLETE THIS SECTION**

- 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.

1. Article Addressed to:

Conoco Inc.  
Attention: Isabel H. Barron, DU 3078  
P.O. Box 2187  
Houston, TX 77252

2. Article Number (Copy from service label)

Z 402 295 838

PS Form 3811, July 1999

Domestic Return Receipt

102595-99-M-1789

**COMPLETE THIS SECTION ON DELIVERY**

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

X

☐ Agent☐ Addressee

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes**SENDER: COMPLETE THIS SECTION**

- 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.

1. Article Addressed to:

Burlington Resources Oil & Gas Company  
Attention: Shannon Nichols  
P.O. Box 4289  
Farmington, NM 87499-4289

2. Article Number (Copy from service label)

Z 402 295 837

PS Form 3811, July 1999

Domestic Return Receipt

102595-99-M-1789

**COMPLETE THIS SECTION ON DELIVERY**

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

X

☐ Agent☐ Addressee

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

☒ Certified Mail☐ Express Mail☐ Registered☐ Return Receipt for Merchandise☐ Insured Mail☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes