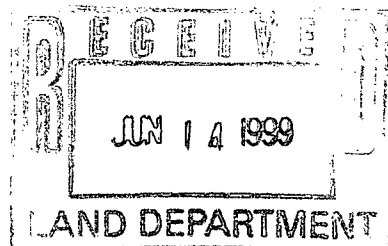


JUN 17 1999

ROBERT L. BAYLESS, PRODUCER LLC

P. O. BOX 168
FARMINGTON, NM 87499



FAX NO.
(505) 326-6911

OFFICE NO.
(505) 326-2659

June 3, 1999

Ms. Lori Wrotenbery
New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Certified Mail – Return Receipt Requested
Burlington Resources Receipt #Z409704433
M & G Drilling Corp. Receipt #Z409704434

Re: Request for Administrative Approval of
An Unorthodox Basin Fruitland Coal Location
Robert L. Bayless, Producer LLC
Oxnard WN Federal #13
1640 FNL & 1160 FWL
Section 14, T27N, R8W
San Juan County, New Mexico

Case 12218

Gentlemen:

Robert L. Bayless, Producer LLC requests administrative approval of an unorthodox Basin Fruitland Coal gas well. We plan to drill the Oxnard WN Federal #13 at 1640 FNL & 1160 FWL in Section 14, T27N, R8W. The acreage dedicated to this well is the 320 acres in the west half of Section 14. This location is non-standard since a west half well should be located in the southwest quarter. As you can see on the attached map, the offset wells have been drilled on irregular spacing and the well will attain better drainage if located in the northwest quarter.

Enclosed with this request you will find a map showing the existing offsetting wells to our proposed well, along with the Fruitland Coal rights around it. Also enclosed is an acreage dedication plat for the Oxnard WN Federal #13 and copies of the letters which were sent to the offset leaseholders. As per NMOCD regulations, by copy of this letter to offset leaseholders, Robert L. Bayless, Producer LLC is asking offset leaseholders to waive any objection to this Basin Fruitland Coal unorthodox location.

I believe this request provides all the information required by NMOCD regulations for administrative approval of an unorthodox location. If any further information is needed, please contact me. Your prompt response to this request is appreciated.

Sincerely,

Price M. Bayless
Engineer

Enc.

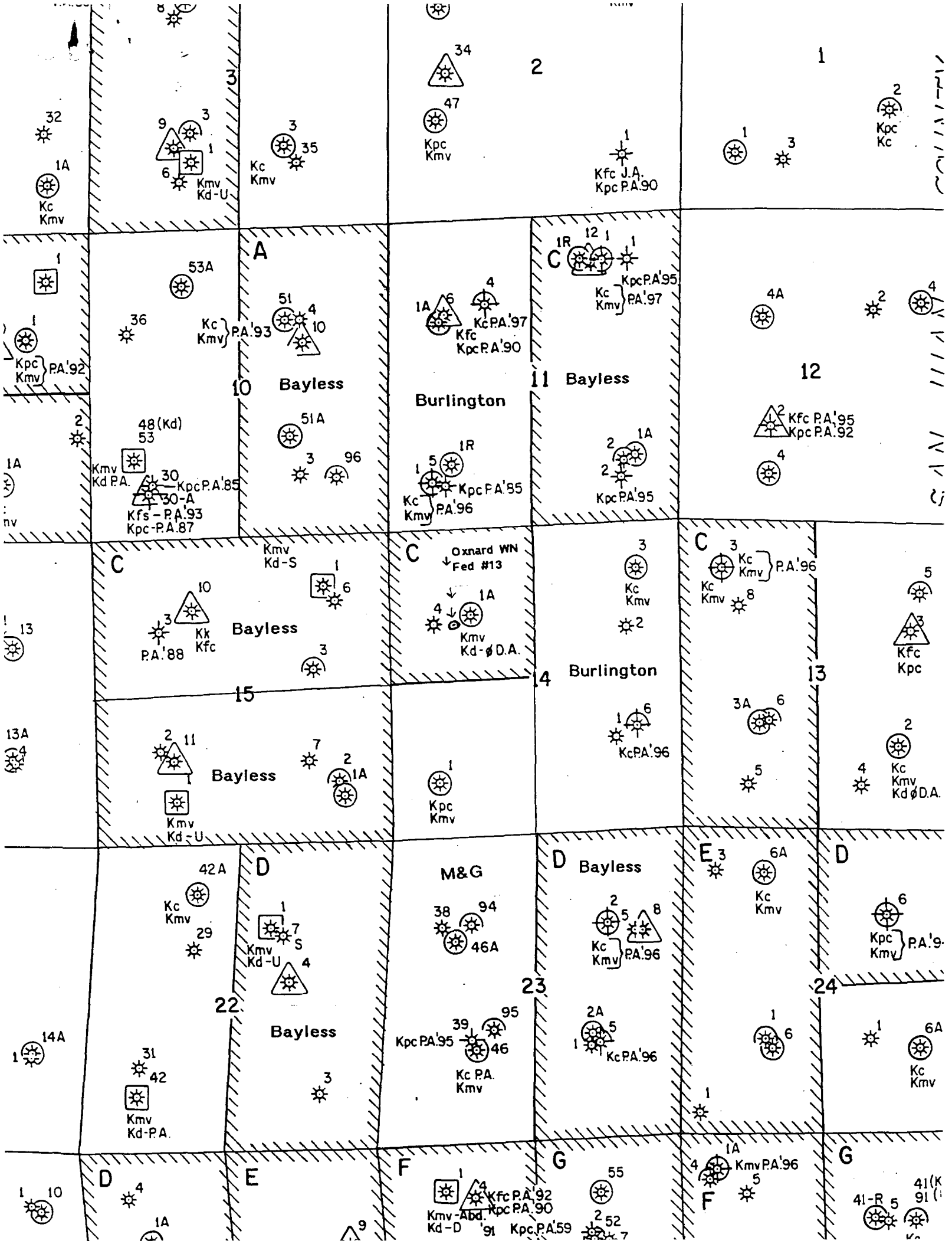
The undersigned has no objection to the
Unorthodox Location request.

By: Shannon Nichols

Title: Landman - Burlington Resources

Date: 6/15/99

If you concur and have no objection, please sign and return one copy of this letter to the NMOCD in Santa Fe, one copy to our office, and retain the third copy for your files.



District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

PO Box 2088
Santa Fe, NM 87504-2088

Form C-102

Revised February 21, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

RECEIVED
BLM
APR 26 PM 3:05
070 FARMINGTON, NM

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number	2 Pool Code 71629	3 Pool Name BASIN FRUITALND COAL
4 Property Code	5 Property Name OXNARD WN FEDERAL	6 Well Number 13
7 GRID No. 150182	8 Operator Name ROBERT L. BAYLESS, PRODUCER LLC	9 Elevation 5986

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	14	27 N	8 W		1640	North	1160	West	San Juan

11 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

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.

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

Fd BC	S 89° 33' W	78.49 ch.	Fd BC	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief Signature: <u>Price M. Bayless</u> Printed Name: <u>Price M. Bayless</u> Title: <u>Engineer</u> Date: <u>4/21/99</u>
81.92 ch.	1160'	1640'	81.33 ch.	18 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. Date of Survey: <u>8 Apr. 1999</u> Signature and Seal of Professional Surveyor: <u>William E. Mahnke II</u> Certificate Number: <u>8466</u>
NO 49'E	SEC.	14	NO 55'E	
Fd BC	S 89° 12' W	78.47 ch.	Fd BC	