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JUL 29 1999

July 29, 1999

**Hand Delivered**

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

Re: Case 12220; Application of Cross Timbers Operating  
Company ("Cross Timbers") for an unorthodox coal gas well  
location, San Juan County, New Mexico (S½ S29-30N-12W)

Dear Mr. Stogner:

The above application was originally filed administratively, but was placed on the hearing docket due to an objection by Hallwood Petroleum Inc. ("Hallwood"). Hallwood has now agreed to withdraw its objection in return for Cross Timbers moving the well further to the west. Enclosed is a letter from Cross Timbers identifying the new location (1705 feet FSL and 1285 feet FEL), and containing plats and a new Form C-102 regarding the well. Well locations are limited in this area because the well unit is in Farmington.

Due to the withdrawal of Hallwood's objection, Cross Timbers requests that the application be processed administratively, and that the hearing be dismissed. Because this case is on Mr. Catanach's hearing docket, I am copying him with this letter.

Very truly yours,

  
James Bruce

Attorney for Cross Timbers  
Operating Company

cc: David Catanach  
William F. Carr (w/encl.)  
(Attorney for Hallwood Petroleum Inc.)

**Cross Timbers Oil Company**

July 29, 1999

New Mexico Oil Conservation Division  
2040 S. Pacheco Street  
Santa Fe, New Mexico 87505  
Attn: Mr. Michael Stogner

Re: Case No. 12220  
Non-Standard Location - Fruitland Coal Formation  
Brown # 3  
S/2 Section 29-30N-12W  
San Juan County, New Mexico

Gentlemen:

Cross Timbers filed the captioned application for a non-standard location to drill a Fruitland Coal well in the S/2 Section 29-30N-12W. Due to numerous surface obstacles in the SW/4 we staked the well at 1775' FSL & 1090' FEL (see attached surface plat labeled "Original Location").

Hallwood Petroleum protested our application and after preparing exhibits for the hearing we were able to find a location approximately 200 feet further west. Attached is a surface plat of the new location (1705' FSL & 1285' FEL) along with a C-102 plat. Hallwood has agreed not to protest this revised non-standard location.

Therefore, Cross Timbers requests administrative approval to drill a non-standard Fruitland Coal well in the S/2 Section 29-30N-12W, San Juan County, New Mexico at a location of 1705' FSL & 1285' FEL.

Thank you for your consideration in this matter and please feel free to call me at (817)877-2336 with any questions.

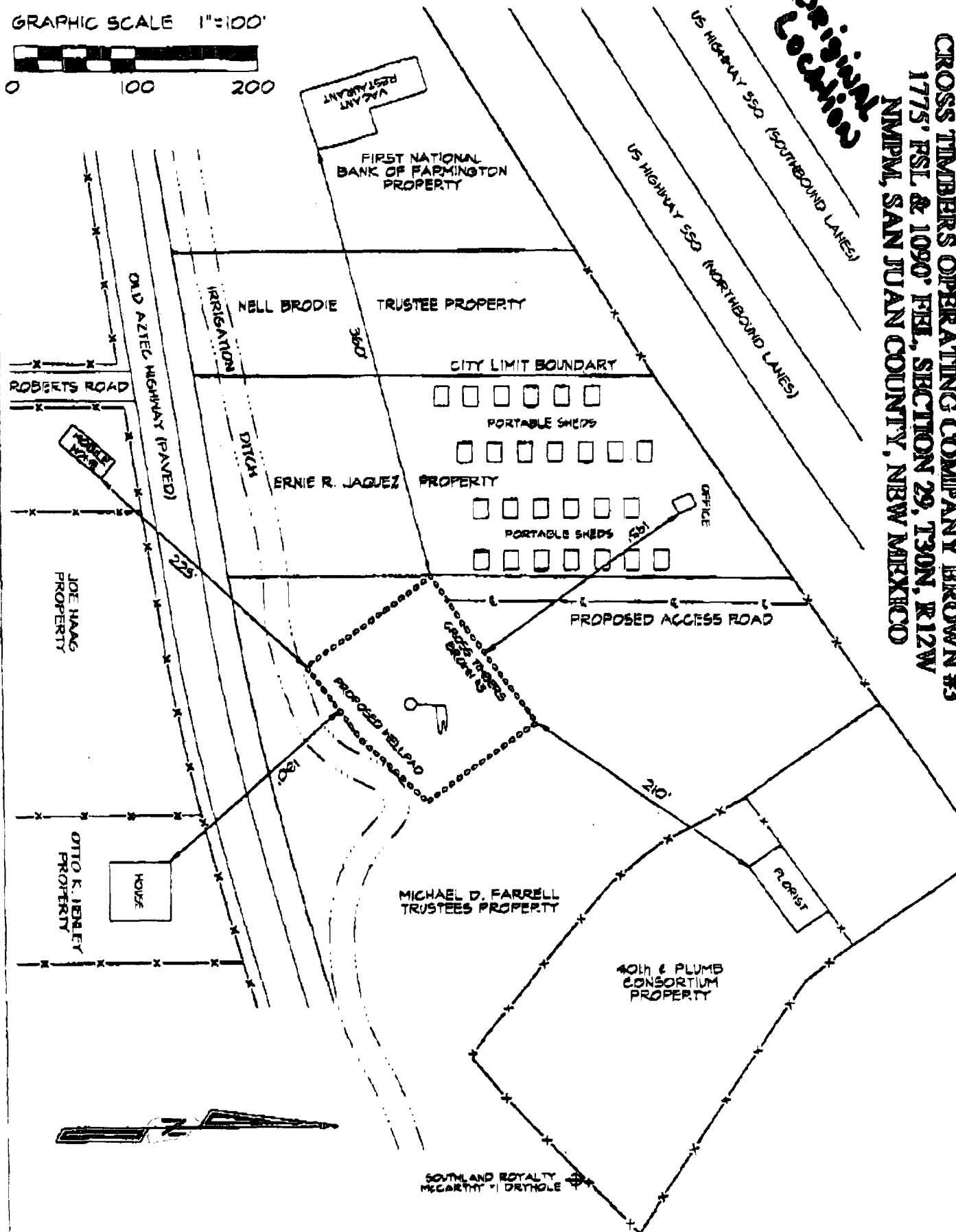
Yours very truly,

Edwin S. Ryan, Jr.

**Original Location**

**CROSS TIMBERS OPERATING COMPANY BROWN #3  
1775' FSL & 1090' FEL, SECTION 29, T30N, R12W  
NMPM, SAN JUAN COUNTY, NEW MEXICO**

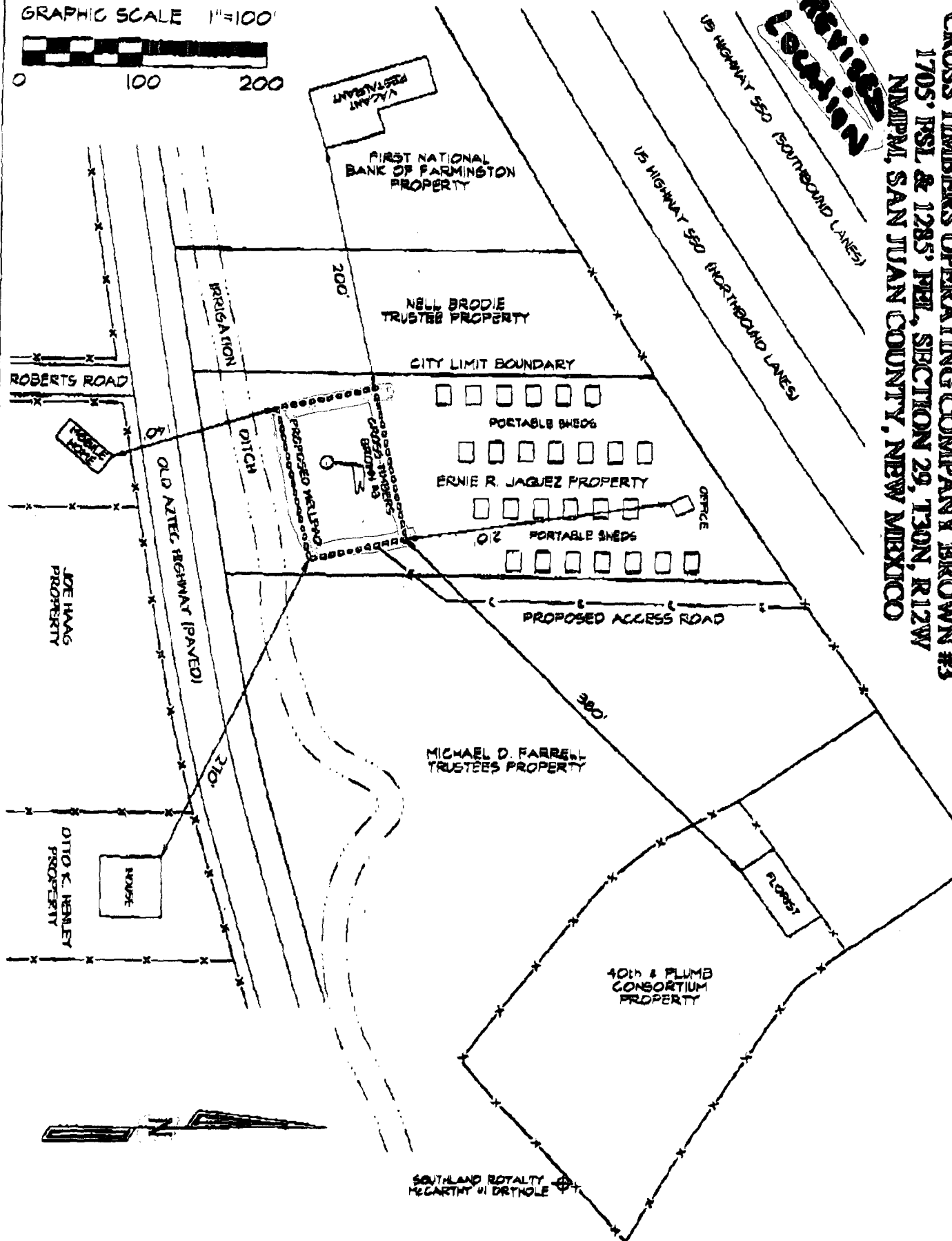
GRAPHIC SCALE 1"=100'



**Revised Location**

**CROSS TIMBERS OPERATING COMPANY BROWN #3**  
**1705' FSL & 1285' FEL, SECTION 29, T30N, R12W**  
**NMPM, SAN JUAN COUNTY, NEW MEXICO**

GRAPHIC SCALE 1"=100'



JUL -29' 99 (THU) 09:40  
07/28/99 11:21  
IRIGUN SHEEHAN

CROSS TIMBER LAND  
0915 887 0882  
19703859107

TEL: 817 882 7224  
CROSS TIMBERS FW LAND  
07/21 '99 08:54 NO.495 02

P.005  
003/005

District I  
PO Box 1980, Hobbs, NM 58241-1980

District II  
PO Drawer 00, 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-  
Revised February 21, 1  
Instructions on b  
Submit to appropriate District Off  
State Lease - 4 Cop  
Fee Lease - 3 Cop

☐ AMENDED REPORT

### WELL LOCATION AND ACREAGE DEDICATION PLAT

|                      |  |                                   |
|----------------------|--|-----------------------------------|
| API Number           | Prod Code<br>71629                               | Prod Name<br>BASIN FRUITLAND COAL |
| Property Code        | Property Name<br>BROWN                           | Well Number<br>3                  |
| OGRIID No.<br>167067 | Operator Name<br>CROSS TIMBERS OPERATING COMPANY | Elevation<br>5517                 |

#### 10 Surface Location


| LA or 1st No. | Section | Township | Range | Lot 1st | Feet from line | North/South line | Feet from line | East/West line | County  |
|---------------|---------|----------|-------|---------|----------------|------------------|----------------|----------------|---------|
| I             | 29      | 30N      | 12W   |         | 1705           | SOUTH            | 1285           | EAST           | SAN JUA |

#### 11 Bottom Hole Location If Different From Surface

| LA or 1st No. | Section | Township | Range | Lot 1st | Feet from line | North/South line | Feet from line | East/West line | County |
|---------------|---------|----------|-------|---------|----------------|------------------|----------------|----------------|--------|
|               |         |          |       |         |                |                  |                |                |        |

| Dedication Acres | Joins on Intell | Consolidation Code | 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

|          |          |  |
|----------|----------|--|
| 2688.84' | 2644.62' | <b>1" OPERATOR CERTIFICATION</b><br>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.<br><br>Signature<br>Loren W. Fothergill<br>Printed Name<br>Production Engineer<br>Title<br><br>Date<br><br><b>12 SURVEYOR CERTIFICATION</b><br>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.<br><br>JULY 13, 1999<br>Date of Survey<br>Signature and Seal<br><br>Certificate Number 6857 |
| 5280.00' | 5258.88' |  |
| 29       | 1285'    |  |
| 5280.00' | 1705'    |  |