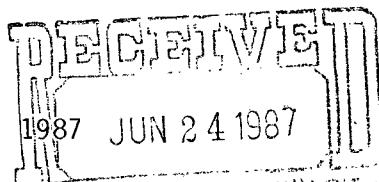


Release Date: July 13, 1987

By DC



Union Texas Petroleum



June 23, 1987 JUN 24 1987

Mr. W. J. LeMay SANTA FE
N.M. Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501-2088

Re: Administrative Approval
Unorthodox Location Approval
Recompletion in Otero Gallup
Jicarilla L #12
1580' FSL & 1600' FEL
Section 34-T25N-R5W

Dear Mr. LeMay:

*Rio Arriba Co.
N.M.*

Union Texas Petroleum requests Administrative Approval for an Unorthodox Location for an Otero Gallup recompletion. This well is currently completed in the Otero Chacra and Basin Dakota pools. We intend to abandon the Chacra, open up the Gallup, and commingle the Gallup and Dakota, pursuant to Order R-8109-A dated January 6, 1986. A sundry notice has been filed outlining the aforementioned procedure.

The only offset operator adjacent to the Otero Gallup "proration" unit is Texaco, Inc. and they were notified by a letter of this date of our intentions.

If I may be of any further assistance, please advise.

Very truly yours,

Robert C. Frank

Robert C. Frank
Permit Coordinator

RCF:lmg
attachments

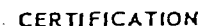
375 U.S. Highway 64
Farmington, New Mexico 87401
Telephone (505) 325-3587

*NSL-2361
RULE-104 Fk*

*Otero Gallup Pool
40 Acres
NW1/4 SE1/4 Section 34*

All distances must be from the outer boundaries of the Section.

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 Division.



I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Robert C. Frank

Name _____

Robert C. Frank

Position

Permit Coordinator

Company

Union Texas Petroleum

Date _____

June 22, 1987

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 knowledge and belief.

Signed original on file

Date Surveyed _____

Registered Professional Engineer
and/or Land Surveyor

Certificate No.



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

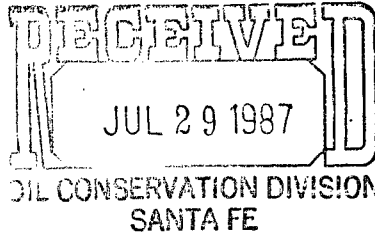
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 7-27-87

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL dx _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____



NSL-2361

Gentlemen:

I have examined the application dated 7-27-87
for the Union Texas Petroleum Corp. Tract #12 J-34-25N-5W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

[Signature]