

HINKLE, COX, EATON, COFFIELD & HENSLEY
OIL CONSERVATION DIVISION

ATTORNEYS AT LAW

218 MONTEZUMA

POST OFFICE BOX 2068

SANTA FE, NEW MEXICO 87504-2068

(505) 982-4554

FAX (505) 982-8623

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WASHINGTON, D.C.
SPECIAL COUNSEL
ALAN J. STATMAN

June 5, 1992

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NORMAN D. EWART
DARREN T. GROCE*
MOLLY MCINTOSH

*NOT LICENSED IN NEW MEXICO

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POST OFFICE BOX 10
ROSWEIL, NEW MEXICO 88202
(505) 622-6510
FAX (505) 623-9332

2800 CLAYDESTA CENTER
6 DESTA DRIVE
POST OFFICE BOX 3580
MIDLAND, TEXAS 79702
(915) 683-4691
FAX (915) 683-6518

1700 TEAM BANK BUILDING
POST OFFICE BOX 9238
AMARILLO, TEXAS 79105
(806) 372-5569
FAX (806) 372-9761

500 MARQUETTE N.W., SUITE 800
POST OFFICE BOX 2043
ALBUQUERQUE, NEW MEXICO 87103
(505) 768-1500
FAX (505) 768-1529

William LeMay, Director
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87503

Re: **Application for Administration Approval of the Angell Ranch "26" State No. 1 Well; 990' from the North Line and 990' from the East Line of Section 26, Township 19 South, Range 27 East, Eddy County, New Mexico**

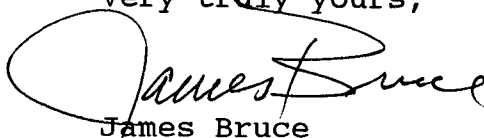
Dear Mr. LeMay:

In connection with the above application, submitted by letter dated May 21, 1992, enclosed are the following:

1. Waiver letters from Yates Petroleum Corporation; the Commissioner of Public Lands, J. Cleo Thompson/I&L Development Company, and Harvard Petroleum Corporation.
2. Copies of certified return receipts from Kerr-McGee Corporation, Dekalb Energy Company, the Commissioner of Public Lands, Fairway Oil & Gas Company, J. Cleo Thompson/I&L Development Company, and Santa Fe Energy Operating Partners, L.P.

If you need anything further, please call me.

Very truly yours,


James Bruce

JB:jr
Enclosure

MEWBOURNE OIL COMPANY

500 W, TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(915) 682-3715

FAX (915) 685-4170

May 15, 1992

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox
Location Drilling Permit
Angell Ranch "26" State #1 Well
N/2 Section 26, T19S, R27E
Eddy County, New Mexico

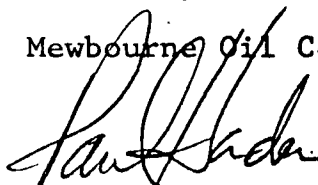
Gentlemen:

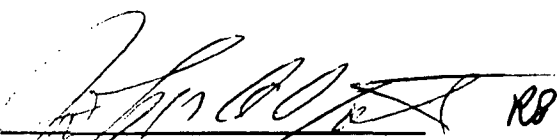
Yates Petroleum Corporation, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 26, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Yates Petroleum Corporation has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company


D. Paul Haden
Landman

By:  RB

Date Signed: 5-22-92



JIM BACA
COMMISSIONER

State of New Mexico
OFFICE OF THE
Commissioner of Public Lands
Santa Fe

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

May 26, 1992

Mewbourne Oil Company
500 W. Texas, Suite 1020
Midland, Texas 79701
Attn: D. Paul Haden

Re: Unorthodox Location
Angell Ranch "26" State #1 Well
N/2 Section 26, T19S, R27E
Eddy County

Dear Mr. Haden:

In response to your letter of May 15, 1992 concerning the above application for an unorthodox location, the State Land Office has no objection to the Oil Conservation Division granting Mewbourne approval to drill the well at the proposed location. Our waiver of objection is contingent upon approval of the unorthodox location by the Division.

Sincerely,

A handwritten signature in cursive script, appearing to read "Floyd O. Prando".

Floyd O. Prando, Director
Oil, Gas & Minerals Division
(505) 827-5744

FOP/JB



MEWBOURNE OIL COMPANY

500 W, TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(915) 682-3715
FAX (915) 685-4170
May 15, 1992

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox
Location Drilling Permit
Angell Ranch "26" State #1 Well
N/2 Section 26, T19S, R27E
Eddy County, New Mexico

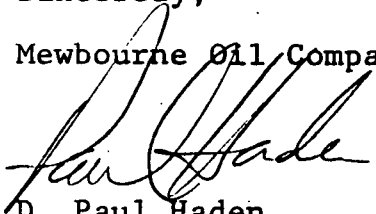
Gentlemen:

J. Cleo Thomspson and I and L Development Company, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 26, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that J. Cleo Thompson and I and L Development Company has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company


D. Paul Haden
Landman

J. Cleo Thomspson

By: J. Cleo Thompson

Date Signed: 5-21-92

I and L Development Company

By: Thomas E. Lee

Date Signed: 5/22/92

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

(915) 682-3715

FAX (915) 685-4170

May 15, 1992

New Mexico Oil Conservation Division

P. O. Box 2088

Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox
Location Drilling Permit
Angell Ranch "26" State #1 Well
N/2 Section 26, T19S, R27E
Eddy County, New Mexico

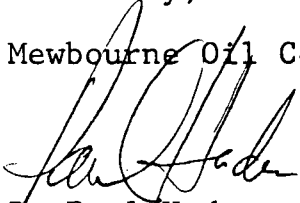
Gentlemen:

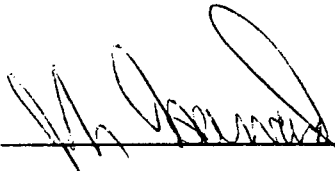
Harvard Petroleum Corporation, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 26, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Harvard Petroleum Corporation has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company


D. Paul Haden
Landman

By: 

Date Signed: 5/29/92

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece next to the article number.

I also wish to receive the following services (for an fee):

1. ☐ Addressee's Address
2. ☒ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Kerr-McGee Corporation
123 Robert S. Kerr
Oklahoma City, OK

4a. Article Number

124-768-839

4b. Service Type

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

7. Date of Delivery**5. Signature (Addressee)****6. Signature (Agent)****8. Addressee's Address (ONLY if requested and fee is paid)**

PS Form 3811, October 1990

U.S. GPO: 1990-273-661

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:

DEKALB Energy Company
1625 Broadway
Denver, CO

4. Article Number

P-124-768-829

Type of Service:

- ☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee

X

6. Signature - Agent

X

7. Date of Delivery

5-18-92

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989

U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

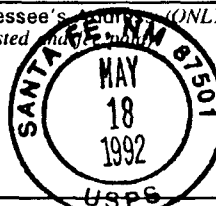
1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to: State of New Mexico Commissioner of Public Lands POB 1148 Santa Fe, New Mexico 87504 Angell Ranch	4. Article Number P-124-768-826 Type of Service: ☐ Registered ☐ Insured ☒ Certified ☐ COD ☐ Express Mail ☐ Return Receipt for Merchandise Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.
5. Signature - Addressee X <i>Miko</i> 6. Signature - Agent X 7. Date of Delivery	8. Addressee's Signature (ONLY if requested) <i>[Signature]</i>

PS Form 3811, Apr. 1989

★ U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT



SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece next to the article number.

I also wish to receive the following services (for an e fee):

1. ☐ Addressee's Address

☐ Restricted Delivery
Consult postmaster for fee.

3. Article Addressed to:

Fairway Oil & Gas Company
326 W Shore Trail
Sparta, NJ

4a. Article Number

P-124-768-838

4b. Service Type

☐ Registered ☐ Insured

☒ Certified ☐ COD

☐ Express Mail ☐ Return Receipt for Merchandise

7. Date of Delivery

5/19/92

Angell Ranch

5. Signature (Addressee)**6. Signature (Agent)**

PS Form 3811, October 1990

★U.S. GPO: 1990-273-861

DOMESTIC RETURN RECEIPT

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece next to the article number.

I also wish to receive the following services (for an e fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

J. Cleo Thompson and
I and L Development Co.
4500 NCNB Center Twr II
Dallas, Texas 75201

4a. Article Number

P-124-768-840

4b. Service Type

☐ Registered ☐ Insured

☐ Certified ☐ COD

☐ Express Mail ☐ Return Receipt for Merchandise

7. Date of Delivery

5-18-92

Angell Ranch

5. Signature (Addressee)**6. Signature (Agent)**

Lashna Simmons

PS Form 3811, October 1990

★U.S. GPO: 1990-273-861

DOMESTIC RETURN RECEIPT

● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in "RETURN TO" Space on the reverse side. Failure to do so will prevent this card from being returned to you. The return receipt fee will provide you the name of person delivered to and the date of delivery. Additional fees for the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested. 1. ☒ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)	
3. Article Addressed to: Clary Cereen Santa Fe Energy Operating Partners, L.P. 550 West Texas, Ste 1330 Midland, TX 79701	4. Article Number P 548 758 171 Type of Service ☐ Registered ☐ Insured ☒ Certified ☐ COD ☐ Express Mail ☒ Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED.
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid) 550 TX 1330
6. Signature - Agent X Lou Shane	
7. Date of Delivery 5-20	

PS Form 3811, Apr. 1989

★ U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

OFFSET OWNERSHIP - OPERATING RIGHTS

Angell Ranch "26" State #1

Below a depth of 3000'

All of the following described tracts of lands are located in T19S, R27E, Eddy County, New Mexico:

Tract 1: W/2W/2, SE/4NW/4, SW/4NE/4, E/2SW/4, NW/4SE/4 and SE/4SE/4 of Section 23 and SW/4 of Section 24. (Tract 1 shaded red on attached land plat).

- (a) Southland Royalty Company
P. O. Box 51810
Midland, Texas 79710-1810
Attention: Don W. Davis

Tract 2: NE/4NW/4, N/2NE/4, SE/4NE/4 and NE/4SE/4 of Section 23.
(Tract 2 shaded in green on attached land plat).

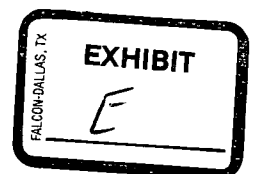
- (a) Southland Royalty Company
- (b) J. Cleo Thompson and
I and L Development Company
4500 NCNB Center Tower II
Dallas, Texas 75201-3993
Attention: James Cleo Thompson, Jr.

Tract 3: SW/4SE/4 of Section 23; and NW/4 and NW/4SW/4 of Section 25.
(Tract 3 shaded in dark purple on attached land plat).

- (a) Kerr-McGee Corporation
123 Robert S Kerr
Oklahoma City, Oklahoma 73125
Attention: Mr. John J. O'Brien, Jr.
Main Tower MT-2605
- (b) Fairway Oil and Gas Company
362 West Shore Trail
Sparta, New Jersey 07871

Tract 4: NW/4 of Section 24. (Tract 4 shaded in orange on attached land plat).

- (a) Marathon Oil Company
P. O. Box 552
Midland, Texas 79702
Attention: Mr. Randal P. Wilson
- (b) Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210
Attention: Robert Bullock
- (c) Arco Oil and Gas Company
P. O. Box 1610
Midland, Texas 79701
Attention: Mr. Kevin L. Stowe



(d) DEKALB Energy Company
1625 Broadway
Denver, Colorado 80202
Attention: Mr. John S. Geyer

Tract 5: E/2 of Section 24. (Tract 5 is shaded in dark blue on attached land plat).

(a) Harvard Petroleum Corporation
P. O. Box 936
Roswell, New Mexico 88201
Attention: Mr. Jim Ball

Tract 6: E/2 and SE/4SW/4 of Section 25; and SE/4SW/4 of Section 26.
(Tract 6 is shaded in light purple on the attached land plat).

(a) Chevron U.S.A. Inc.
P. O. Box 1150
Midland, Texas 79702
Attention: Mr. James E. Baca

Tract 7: NE/4SW/4 and SW/4SW/4 of Section 25. (Tract 7 is shaded in light blue on the attached land plat).

(a) State of New Mexico
Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87504-1148

Tract 8: N/2S/2, SW/4SW/4 and S/2SE/4 of Section 26. (Tract 8 is shaded in brown on the attached land plat).

(a) Mewbourne Oil Company

