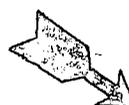


El Paso Natural Gas Company

El Paso, Texas

3:23

May 15, 1958



ADDRESS REPLY TO:
POST OFFICE BOX 997
FARMINGTON, NEW MEXICO

REP

*on
(Walter)*

*NWU - 273
NWU - 274
NWU - 275
NWU - 276
NWU - 277
NWU - 278*

Mr. Dan Nutter
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Application for Exception to Rule 1 (a)
of Order #r-128-D for Non-Standard Pro-
ration Units, San Juan 32-9 Unit
Blanco-Mesa Verde Gas Pool
San Juan County, New Mexico

*NWU - 279
NWU - 280*

Dear Mr. Nutter:

I am enclosing herewith two (2) copies of plat marked "Exhibit A" reflect-
ing the possible proration units as discussed in the letter I left with you
on May 6, 1958.

Also enclosed are two (2) copies of alternate plat marked "Exhibit B" re-
flecting a program of possible proration units.

Please note that each plat provides for twelve (12) possible well locations
and proration units. The proration units on the plat marked "Exhibit A" do
not cross section lines, and while the exact locations of wells have not
been surveyed on the land, it is believed by the undersigned that all loca-
tions will be orthodox.

While the proration units on the plat marked "Exhibit B" are closer to the
320 spacing limits, the proration units meander and cross section lines and
have several unorthodox well locations. For this reason, El Paso Natural
Gas Company favors very highly the program as discussed in my letter which
was left in your office on May 6, 1958.

After my discussion with you and upon further study of the situation which
exists in the San Juan 32-9 Unit, and the proration order #R-128-C, it is
my belief that an administrative approval for the non-standard proration
units as illustrated on "Exhibit A" would suffice for the following reasons:

1. The non-standard gas proration units consist of contiguous quarter
quarter sections and/or lots.

2. The non-standard gas proration units lie wholly within single governmental sections.

3. All the non-standard gas proration units may reasonably be presumed to be productive of gas.

4. We have left in your possession copies of letters of the majority of the working interest owners within the San Juan 32-9 Unit, which included within these letters are approvals of all operators owning interest in the subject proration units.

I would appreciate, after your further consideration of this proposal, if you feel that same cannot be approved administratively, that you would advise me by telephone collect as to your feelings on this matter. If you agree that this program can be approved administratively, I will appreciate your having Mr. Porter so execute a copy of the letter which was left in your possession and return the original and all copies, after one copy is placed in your file.

I wish to thank you in advance for your expediting this approval.

Very truly yours



D. N. Canfield
Division Landman
Land Department

DNC:cc
Encl.

GOVERNOR

EDWIN L. MECHEM
CHAIRMAN

New Mexico

MAIN OFFICE OCC

OIL CONSERVATION COMMISSION

LAND COMMISSIONER, MURRAY E. MORGAN
MEMBER

STATE GEOLOGIST, A.L. PORTER JR.
SECRETARY DIRECTOR



1000 Rio Brazos Road
Aztec, New Mexico

June 5, 1958

Mr. Oliver Payne
N.M.O.C.C.
P. O. Box 871
Santa Fe, N. M.

Dear Mr. Payne:

We do not have a copy of Mr. Canfield's application for Administrative Order NWU-280.

The order indicates an acreage of 209.49 acres in lots 1, 2, 3 and 4 and E/2 W/2 of section 19-32N-9W.

According to the 1881 survey plat, there are 209.40 acres in the above defined area.

Please check the application and the plat.

Yours very truly,

A handwritten signature in cursive script, appearing to read "A.R. Kendrick".

A. R. Kendrick
Engineer, District #3

ARK/rc

cc: Mr. D. N. Canfield
EPNG, Farmington

NWU-280

FDW OFFICE OCC

MAY 22 PM 1:12

FDW

PACIFIC NORTHWEST PIPELINE CORP
MAY 22, 1958

OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO
SANTA FE, NEW MEXICO
ATTN. MR. NUTTER

PACIFIC NORTHWEST PIPELINE CORPORATION, AS OPERATOR OF SAN JUAN
32-8 UNIT AND AS MESAVERDE WORKING INTEREST OWNER IN SECTIONS
7 AND 18, 32N, 8W, HEREBY CONCURS IN THE DESIGNATION OF SECTION
12, 32N, 9W, AS A DRILLING BLOCK WITHIN THE SAN JUAN 32-9 UNIT.

PACIFIC NORTHWEST PIPELINE CORPORATION

R. N. RICHEY

2240-630

CONFIRMATION COPY

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

W. P. MARSHALL, PRESIDENT

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International Letter Telegram

1201

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

LA221 SSK582

L SLB372 PD=FAX SALTLAKECITYUTAH 22 420PMM=
 OIL CONSERVATION COMMISSION= 1958 MAY 22 PM 7 19
 STATE OF NEW MEXICO SANTA FE NEW MEXICO=
 ATTN MR NUTTER PACIFIC NORTHWEST PIPELINE CORPORATION
 AS OPERATOR OF SAN JUAN 32-8 UNIT AND AS MESAVERDE
 WORKING INTEREST OWNER IN SECTIONS 7 AND 18, 32N, 8W,
 HEREBY CONCURS IN THE DESIGNATION OF SECTION 12, 32N,
 9W, AS A DRILLING BLOCK WITHIN THE SAN JUAN 32-9 UNIT=
 PACIFIC NORTHWEST PIPELINE CORPN R N RICHEY

==32-8 7 18 32N 8W 12 32N 9W 32-9

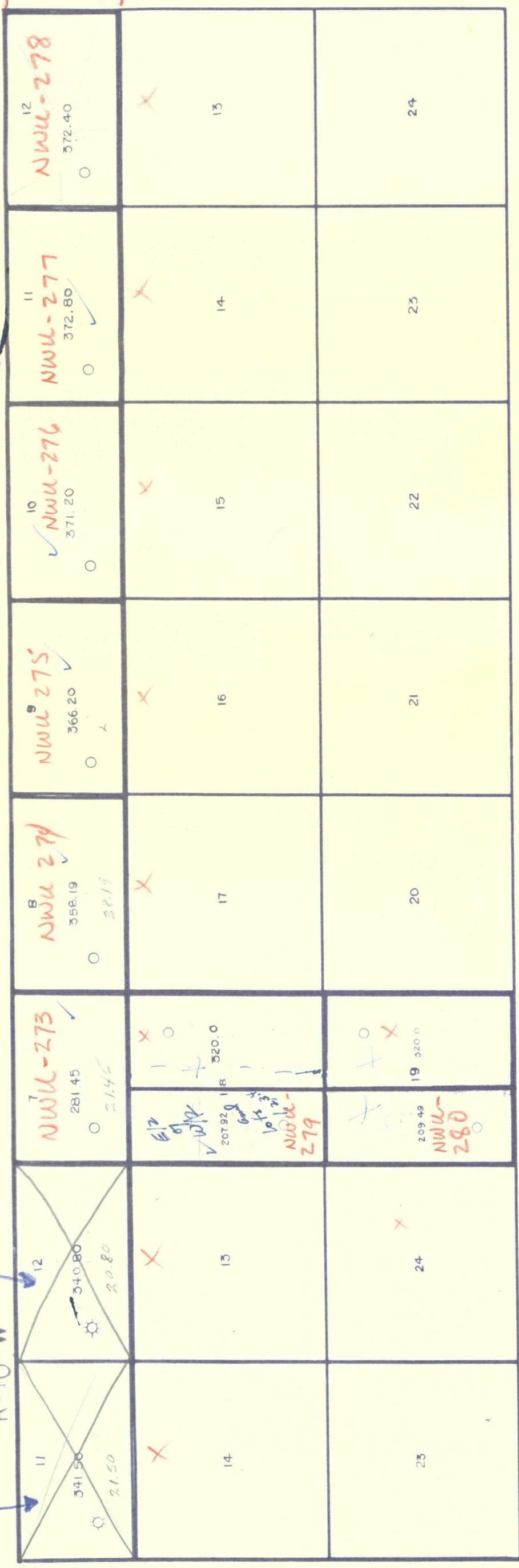
EXHIBIT "A"

NON-STANDARD PROPRATION UNITS

*El Paso
w/ Pac 7 T 32 NW
Colorado effects also*

R-9-W

R-10-W



*Pac NW
w/ Pac 7 T 32 NW
Colorado effects also
5-23*

SAN JUAN UNIT 32-9
SAN JUAN COUNTY, NEW MEXICO
Scale: 2" = 1 Mile

○ = PROPOSED WELL LOCATIONS