OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87565 (505) 827-7131

April 23, 1999

Reliance Operating Company Attention: Carlton Wheeler P. O. Box 10946 Midland, Texas 79702

Re: Federal "D" Well No. 3 (API No. 30-025-34066), located 1120'

FSL & 1420' FEL (Unit O) of Section 31, Township 9 South,

Range 36 East, NMPM, Lea County, New Mexico.

Dear Mr. Wheeler:

Attached are copies of the well records from the Division's Hobbs District office. Pursuant to Division Rule 104.B(1)(a) and (d) this location is an unorthodox Atoka gas well location, please file an appropriate application as required by Division Rule 104.F (see copy of Rule 104 in its entirety attached).

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

cc: Chris Williams, Supervisor Division District I – Hobbs

Paul Kautz, Geologist – Division District I, Hobbs

File: NSL-3838

1.0: - 4 1380 Repet NM 88210

Elate of New Mexico

Form C-102 Berised February 10, 1994 Instruction on back Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT II R.O. Prower Dr. Artema. NK 88210

DISTRICT III
1000 Rio Brazzo Rd., Agtec, NW 87410

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe. New Mexico 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name			
30-025-34066	13460	13460 CROSSROADS WEST (ATOKA)			
Property Code	Prop	Property Name			
19254	FEDER	FEDERAL "D"			
OGRID No.	Opera	Operator Name			
149441	RELIANCE (RELIANCE OPERATING CO.			

Surface Location

UL or lot No.	Section	Township	Rance	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
0	31	9 S	36 E	_	1120	SOUTH	1420	EAST	LEA

Bottom Hole Location If Different From Surface

					_					
UL or lot No.	Section	Township	Range	Lot Id	a	Feet from the	North/South line	Feet from the	East/Vest line	County
Dedicated Acres	Joint or	r infill Co	nsolidation (ode	Order	No.	<u> </u>			<u>.</u>
· 320									· ·	

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

 ON-STANDARD UNIT HAS BEEN APPROVED B	THE DIVISION
	OPERATOR CERTIFICATION 1 hereby certify the the information contained herein is true and complete to the best of my knowledge and help. Signature James R. Berryman Printed Name Operations Supervisor Title
	May 20, 1997 Date SURVEYOR CERTIFICATION I haveby certify that the well location thouse on this plat was plotted from field notes of actual surveys made by me or under my superrousen and that the same in true and correct to the best of my belief.
4050.9' 4055.E'	March 25, 1997 Date Survey of 27 JOA; Signature & Seal of Professional Surveyor W.O. Num. 71075 Pertificate No CARAMANDE

Anni J. M. Lita Donna

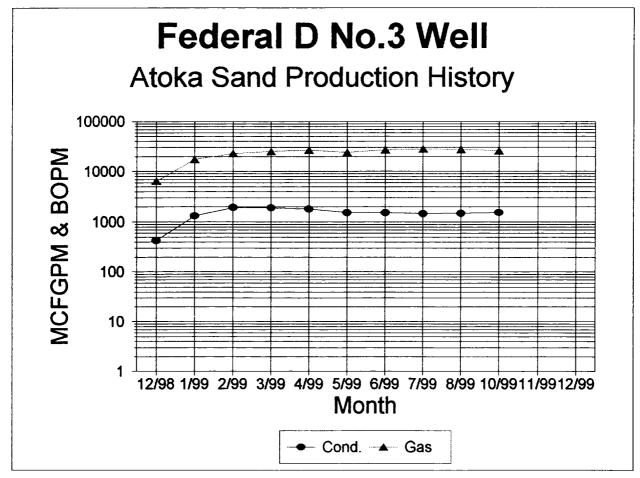
11.

Reliance Operating Company Federal "D" No.3 SE/4 Section 31, T9S, R36E Lea County, New Mexico Atoka Perforations: 11133-11160 ft.

Completed 12/98

Month	Cond.	Gas	
12/98	424	6376	
1/99	1316	17291	
2/99	1900	22776	
3/99	1886	25207	
4/99	1782	26418	
5/99	1502	24138	
6/99	1510	27051	
7/99	1442	27882	
8/99	1457	27347	
10/99	1519	25600	
11/99			
12/99			
Totals	14738	230086	

API No. 30-025-34066 NMLC-065249 MMS 1/800-525-7922 Gail @ Ext. 3690



^{*} Data from BLM records.