

KELLAHIN, KELLAHIN and AUBREY

Attorneys at Law

W. Thomas Kellahin
Karen Aubrey

El Patio - 117 North Guadalupe
Post Office Box 2265

Telephone 982-4285
Area Code 505

Jason Kellahin
Of Counsel

Santa Fé, New Mexico 87504-2265

FAX: 505/982-2047

October 24, 1989

RECEIVED

HAND-DELIVERED

OCT 24 1989

Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

Re: Southland Royalty Company's Application
for Non-Standard Spacing and Proration
Units, Basin Fruitland Coal Gas Pool,
San Juan County, New Mexico

Case 9811

Dear Mr. LeMay:

On behalf of Southland Royalty Company, please set the enclosed application for hearing at the next available examiner's docket now set for November 15, 1989.

We suggest the following to be used for the advertisement for this case:

Application of Southland Royalty Company for non-standard spacing and proration units, San Juan County, New Mexico. Applicant in the above-styled cause seeks approval of non-standard spacing and proration units for seven wells in Sections 7, 8, 9, 10, 11 and 12, T32N, R8W, San Juan County, New Mexico. Said locations are approximately _____ miles from _____.


By copy of this letter and application sent certified mail, return-receipt requested, we are notifying each of the offsetting owners and/or operators of their right to appear at the hearing either in support of or in opposition to this application.

KELLAHIN, KELLAHIN and AUBREY

Mr. William J. LeMay
October 24, 1989
Page 2

Should any party desire more information about this matter or about the procedures for hearing this application, they may call the Division or the undersigned.

Very truly yours,



W. Thomas Kellahin

WTK/tic

cc: Mr. Alan Alexander
Meridian Oil Inc.
P.O. Box 4289
Farmington, New Mexico 87499-4289

"Certified-Return Receipt Requested"

All parties listed on attached

Ameco Production Company
P. O. Box 800
Denver, Colorado 80201

Arco Oil & Gas Corporation
P. O. Box 1610
Midland, Texas 79702

Estate of C.W. Murchison
Bankers Trust Company of Texas
1999 Bryan Street LB 143
Dallas, Texas 75201

Northwest Pipeline Corporation
3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NBU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

RECEIVED

OCT 24 1989

IN THE MATTER OF THE APPLICATION
OF SOUTHLAND ROYALTY COMPANY FOR
APPROVAL OF A NON-STANDARD PRORATION
AND SPACING UNIT, BASIN FRUITLAND
COAL GAS POOL, SAN JUAN COUNTY,
NEW MEXICO

OIL CONSERVATION DIVISION

CASE NO. 9811

A P P L I C A T I O N

COMES NOW Southland Royalty Company, by and through its attorneys, KELLAHIN, KELLAHIN & AUBREY, and applies to the New Mexico Oil Conservation Division for approval of non-standard proration and spacing units in the Basin Fruitland Coal Gas Pool in Sections 7, 8, 9, 10, 11 and 12, T32N, R8W, San Juan County, New Mexico for the following wells, which are to be or have been drilled at standard locations:

- * (1) Trail Canyon No. 100 - Section 7
- * (2) Trail Canyon No. 101 - Section 8
- ** (3) San Juan 32-8 Unit No. 201 - Section 9
- (4) Reese Mesa No. 102 - Section 10
- ** (5) Undesignated - Sections 10 and 11
- ** (6) Reese Mesa No. 103 - Sections 11 and 12
- (7) Reese Mesa No. 104 - Section 12

* - The Trail Canyon No. 100 well location is 1790 feet FSL and 810 feet FEL of Section 7. The Trail Canyon No. 101 well location is 1850 feet FSL and 850 feet FEL of Section 8. These unorthodox locations have been previously approved by the Division.

** - Proposed wells - have not been drilled.

1. Applicant is a working interest owner and operator of all wells except the San Juan 32-8 Unit No. 201. Applicant is a working interest owner in that well.

2. As a result of governmental surveys, the northern side of T32N, R8W consists of a series of irregularly shaped lots, each of which contains more or less than 40 acres, resulting in the necessity for proration and spacing units, which are contrary to the Oil Conservation Division rules for Basin Fruitland Coal gas wells.

3. Applicant proposes to dedicate the following acreage to the subject wells:

- (1) Trail Canyon No. 100 - All of Section 7, consisting of 314.78 acres. (Exhibit B)
- (2) Trail Canyon No. 101 - All of Section 8, consisting of 375.07 acres. (Exhibit C)
- (3) San Juan 32-8 Unit No. 201 - All of Section 9, consisting of 382.84 acres. (Exhibit D)
- (4) Reese Mesa No. 102 - W/2 and W2/E2 of Section 10, consisting of 290.69 acres. (Exhibit E)
- (5) Undesignated - E/2 E/2 of Section 10 and W/2 of Section 11, consisting of 293.65 acres. (Exhibit F)
- (6) Reese Mesa No. 103 - E/2 of Section 11 and W2/W2 of Section 12, consisting of 299.89 acres. (Exhibit G)
- (7) Reese Mesa No. 104 - E2/W2 and E/2 of Section 12, consisting of 322.34 acres. (Exhibit H)

4. Attached as Exhibit A is a plat showing all of the acreage dedicated to the subject wells.

5. Attached as Exhibits B - H are plats showing the individual well locations and their acreage dedication.

6. Attached as Exhibit I is a list of all offsetting owners and/or operators who are required by Division rules to receive notification of this application.

7. Pursuant to Division rules, a copy of this application was mailed by certified mail, return-receipt requested, to all parties listed on Exhibit I.

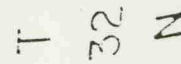
WHEREFORE, Applicant requests that after notice and hearing the application be granted.

KELLAHIN, KELLAHIN & AUBREY

A large, stylized handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', is written over the printed name and address.

W. Thomas Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

Attorneys for Southland Royalty
Company



1998

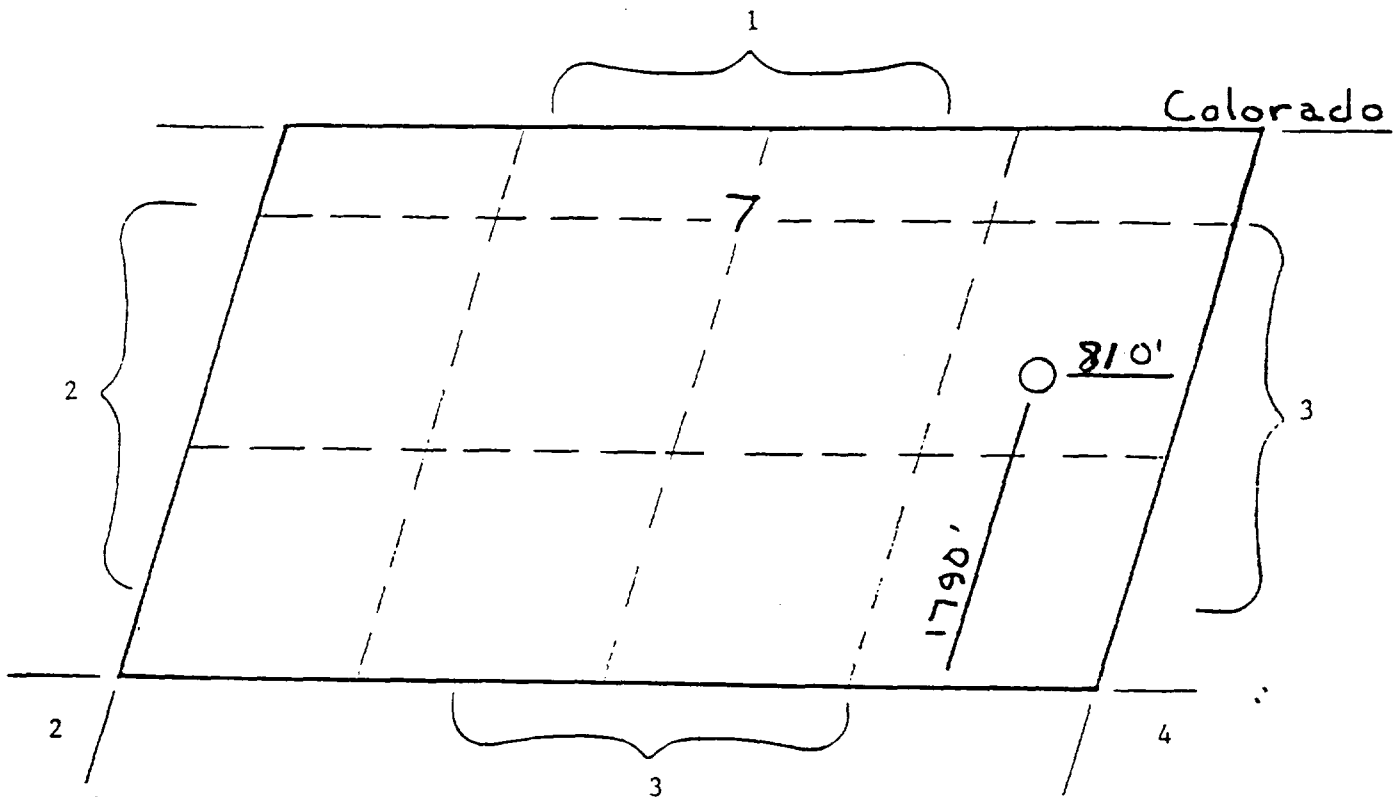
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canyon #100

Footage 1790' FSL: 810' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 7 Township 32N Range 8W



Remarks 1) Arco Oil & Gas - W.I.O.
2) San Juan 32-9 Unit - Amoco Interim - Operator
Southland Royalty Company - W.I.O.
3) Speerex Limited Partnership - W.I.O.
4) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator

EXHIBIT "B"

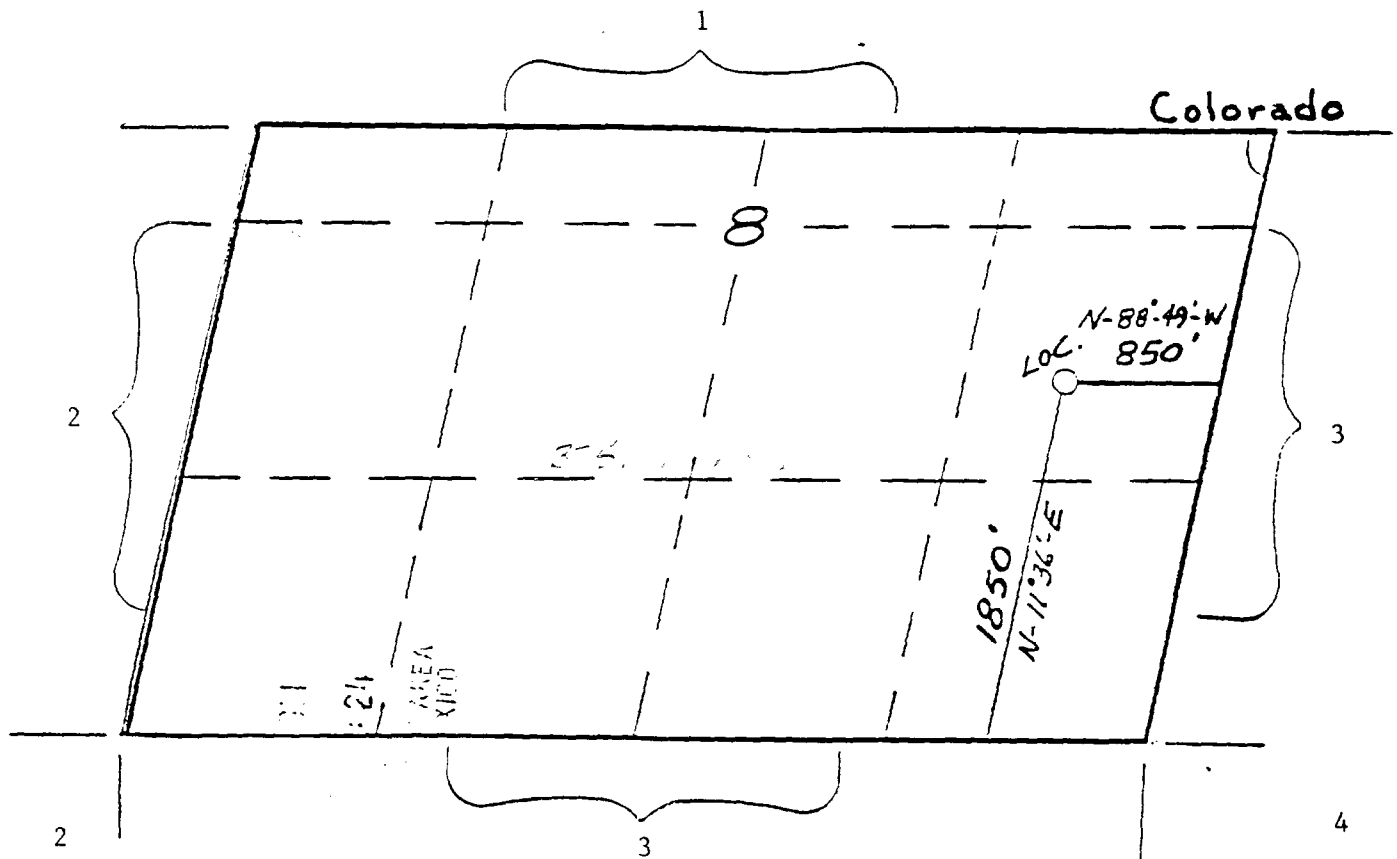
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canyon #101

Footage 1850' FSL: 850' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 8 Township 32N Range 8W



- Remarks
- 1) Arco Oil & Gas Company - W.I.O.
 - 2) Southland Royalty Company - W.I.O.
Speerex Limited Partnership - W.I.O.
 - 3) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator
 - 4) Southern Union Exploration - Operator

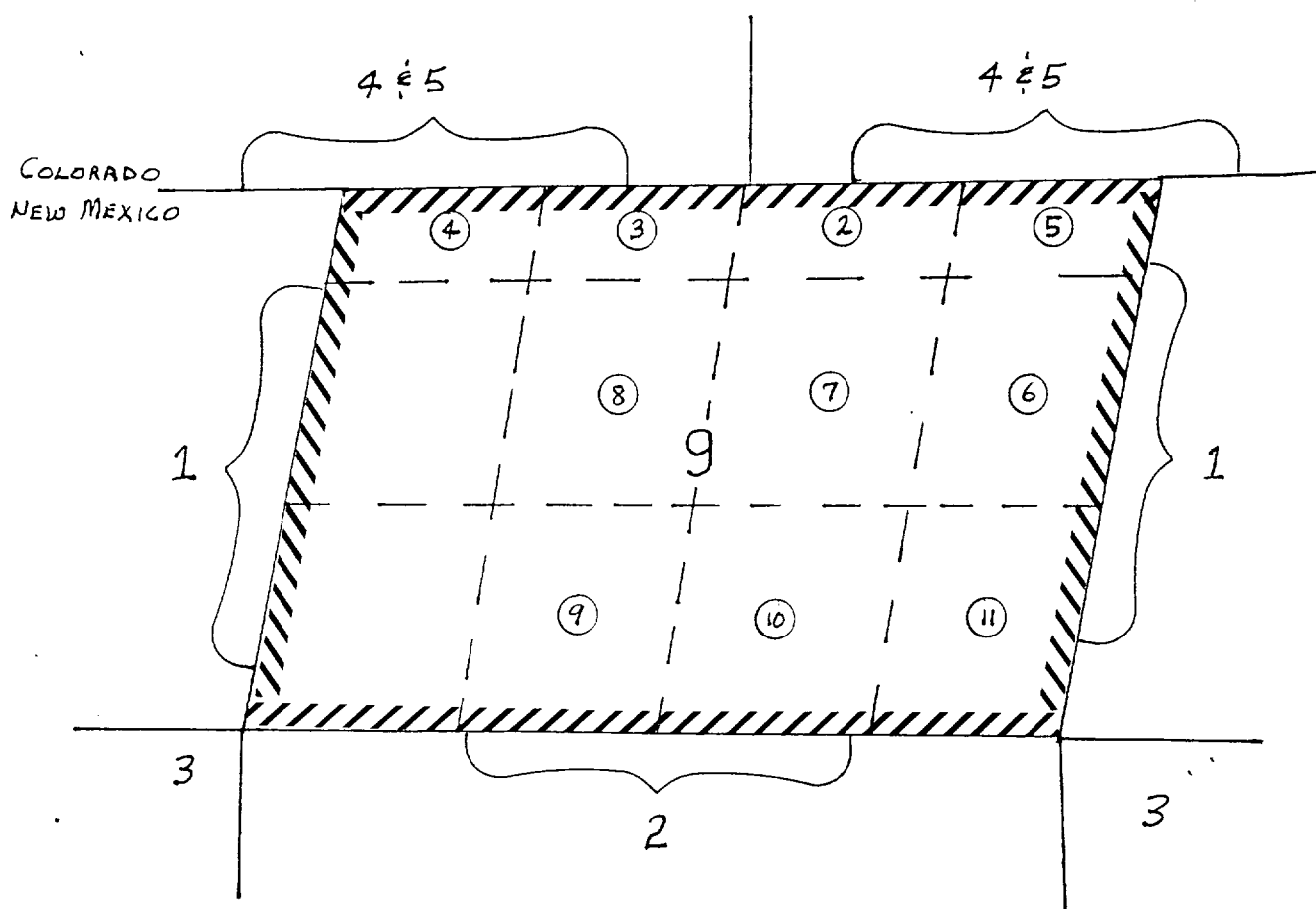
SOUTHLAND ROYALTY CO

Well Name SAN JUAN 32-8 UNIT #201

Footage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 9 Township 32 N Range 8W



- Remarks
- | | |
|---|------------|
| 1. Southland Royalty Company c/o Meridian Oil Inc. | - Operator |
| 2. Southern Union Exploration | - Owner |
| 324 Highway US #64, NBU #3001, Farmington, New Mex. | 87401 |
| 3. Northwest Pipeline Corporation | - Operator |
| 3539 East 30th; Farmington, N.M. | 87401 |
| 4. Estate of C. W. Murchison | - Owner |
| Bankers Trust Company of Texas | |
| 1999 Bryan Street LB 143; Dallas, Texas | 75201 |
| 5. ARCO Oil & Gas Corporation | - Owner |
| P.O. Box 1610; Midland, Texas | 79702 |

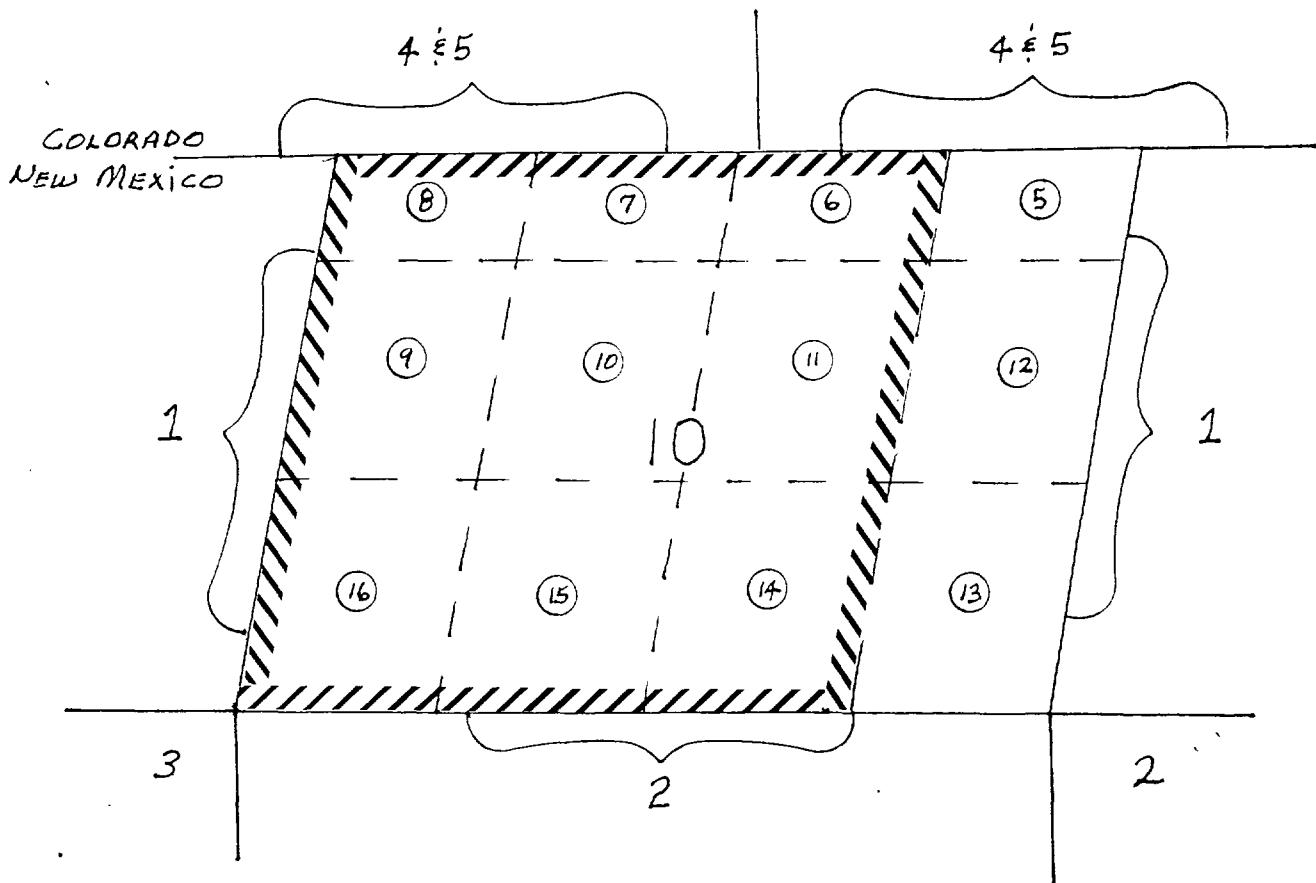
SOUTHLAND ROYALTY CO

Well Name REESE MESA #102

Footage 1815' FEL & 1900' FSL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 10 Township 32N Range 8W



Remarks 1. Southland Royalty Company c/o Meridian Oil Inc. - Owner

2. Northwest Pipeline Corporation - OPERATOR

3539 E. 30th; Farmington, N.M. 87401

3. Southern Union Exploration - Owner

324 Highway US #64, NBU 3001; Farmington, N.M. 87401

4. Estate of C.W. Murchison - Owner

Bankers Trust Company of Texas

1999 Bryan Street LB 143; Dallas, Texas 75201

5. ARCO Oil & Gas Corporation - Owner

P.O. Box 1610; Midland, Texas 79702

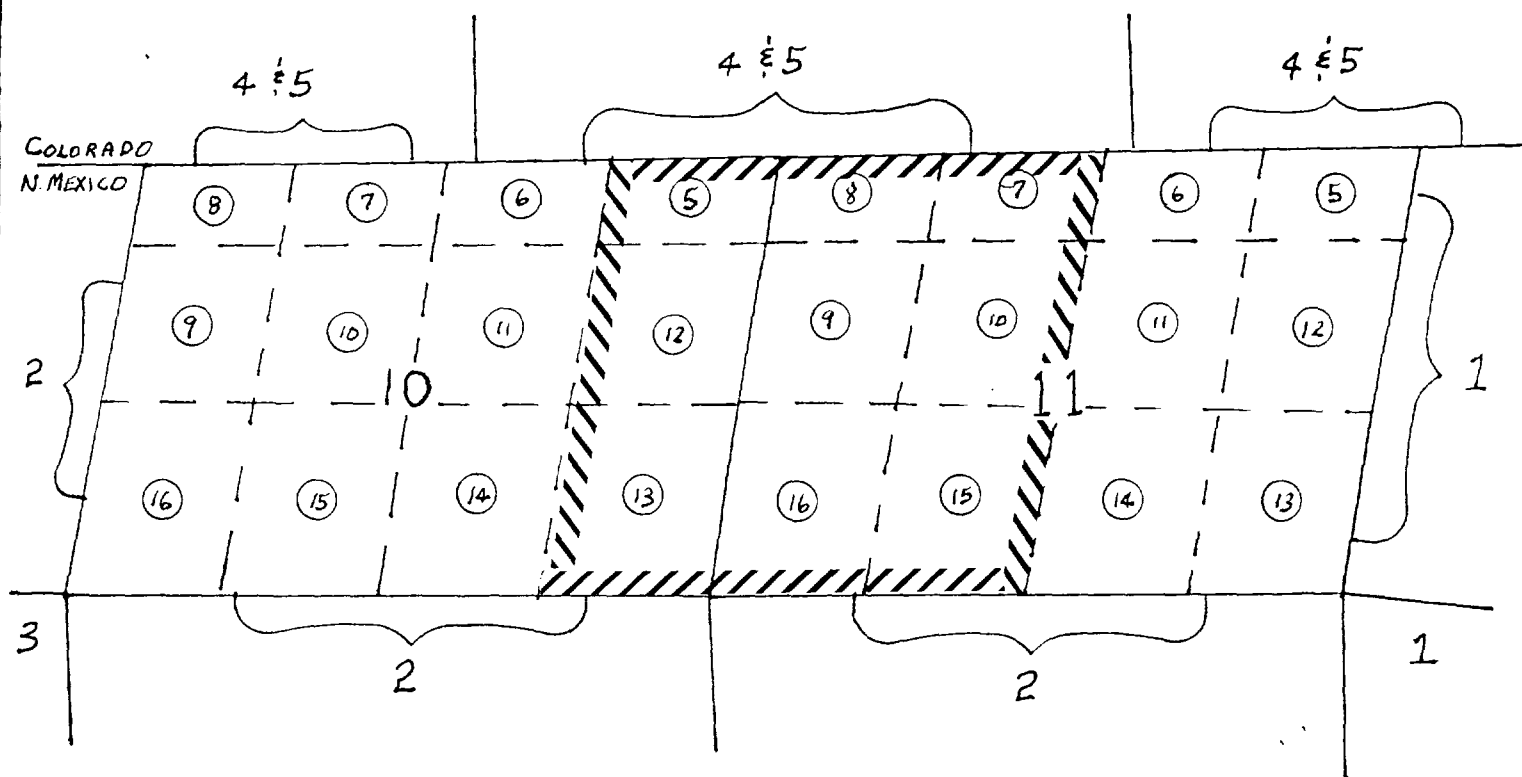
EXHIBIT "E"

SOUTHLAND ROYALTY CO

Well Name UNDESIGNATEDFootage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 10, 11 Township 32N Range 8W

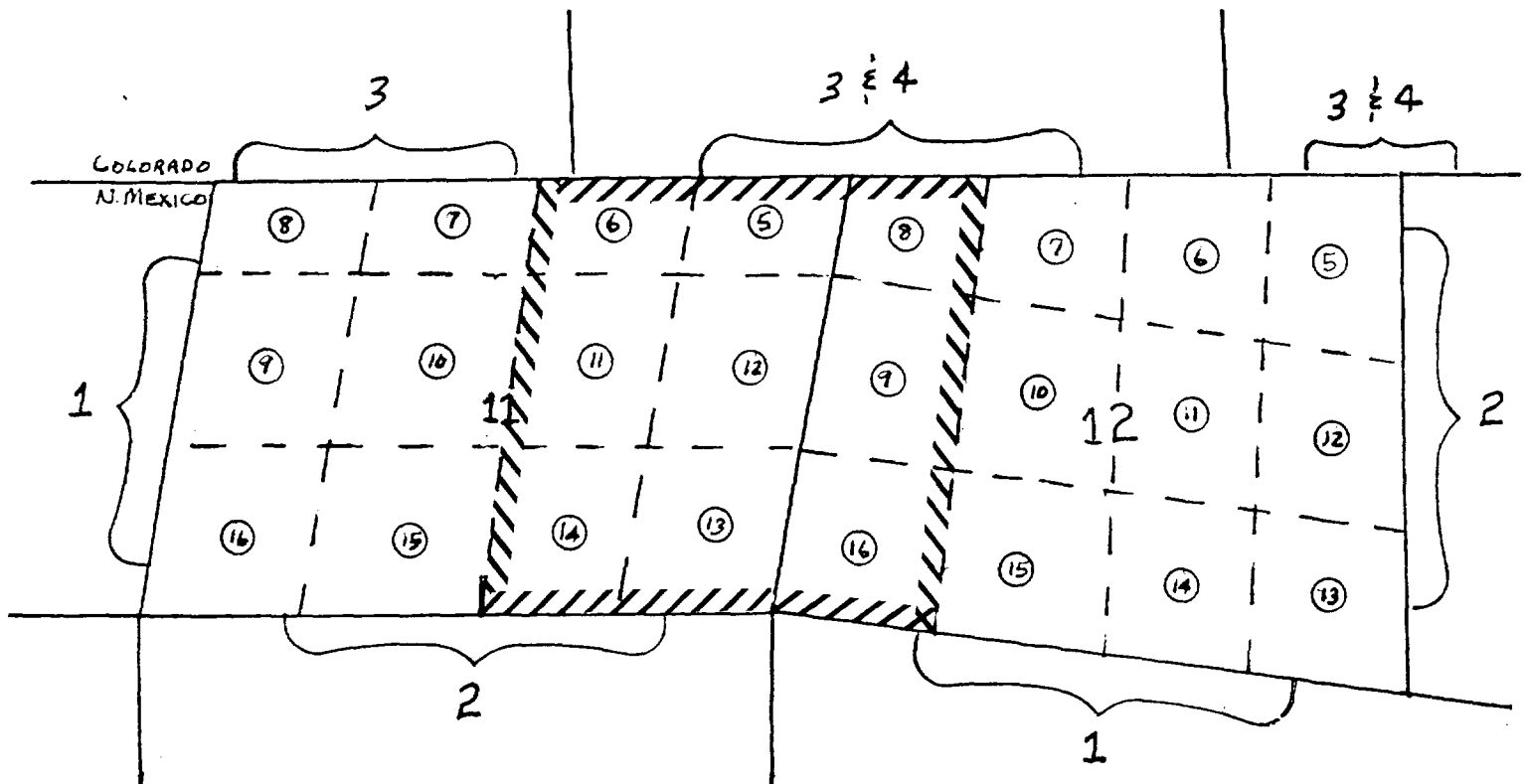


- Remarks
1. Southland Royalty Company c/o Meridian Oil Inc. - Owner
 2. Northwest Pipeline Corporation - OPERATOR
3535 East 30th; Farmington, N.M. 87401
 3. Southern Union Exploration - Owner
324 Highway US #64, NBU #3001; Farmington, N.M. 87401
 4. Estate of C. W. Murchison - Owner
Bankers Trust Company of Texas
1999 Bryan Street LB 143; Dallas, Texas 75201
 5. ARCO Oil & Gas Corporation - Owner
P.O. Box 1610; Midland, Texas 79702

EXHIBIT "F"

Well Name	REESE MESA #103
Footage	2080' FEL & 2435' FSL

County San Juan State New Mexico Section 11, 12 Township 32N Range 8W



Remarks	1.	Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2.	Northwest Pipeline Corporation	- OPERATOR
		3539 East 30th; Farmington, N.M. 87401	
	3.	Estate of C.W. Murchison	- Owner
		Bankers Trust Company of Texas	
		1999 Bryan Street LBI43; Dallas, Texas 75201	
	4.	ARCO Oil & Gas Company	- Owner
		P.O. Box 1610; Midland, Texas 79702	

EXHIBIT "G"

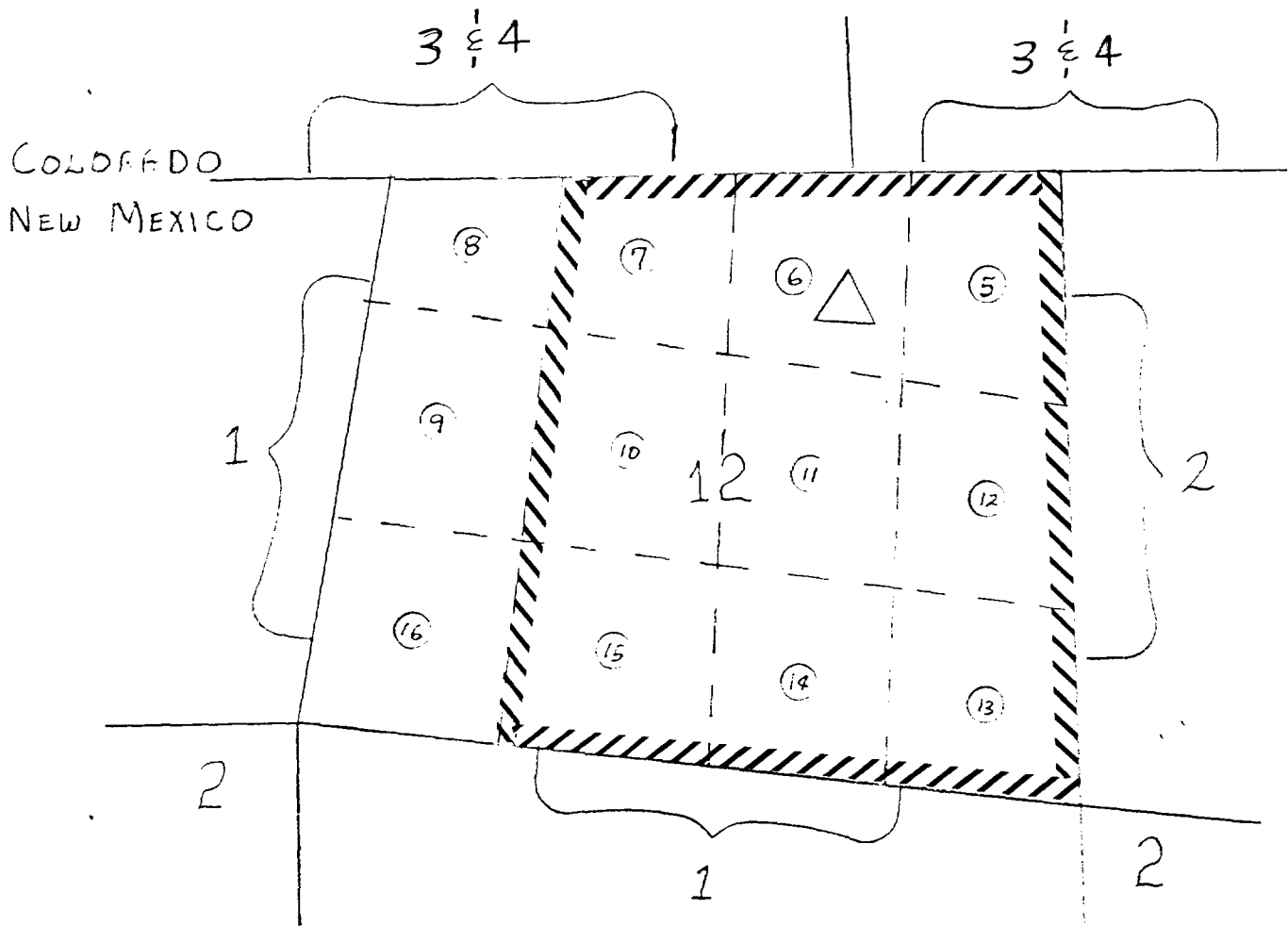
SOUTHLAND ROYALTY CO

Well Name REESE MESA #104

Footage 840' FNL & 1465' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 12 Township 32N Range 8W



Remarks	1. Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2. Northwest Pipeline Corporation	- OPERATOR
	3539 East 30th; Farmington, N.M. 87401	
	3. Estate of C.W. Murchison	- Owner
	Bankers Trust Company of Texas	
	1999 Bryan Street LB 143; Dallas, Texas 75201	
	4. ARCO Oil & Gas Company	- Owner
	P.O. Box 1610; Midland, Texas 79702	

Amoco Production Company
P. O. Box 860
Denver, Colorado 80201

Arco Oil & Gas Corporation
P. O. Box 1610
Midland, Texas 79702

Estate of C.W. Murchison
Bankers Trust Company of Texas
1999 Bryan Street LB 143
Dallas Texas 75201

Northwest Pipeline Corporation
3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NEU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401

KELLAHIN, KELLAHIN and AUBREY
Attorneys at Law

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Karen Aubrey

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Case 9811

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WTK/tic

cc: Mr. Alan Alexander
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P.O. Box 4289
Farmington, New Mexico 87499-4289

"Certified-Return Receipt Requested"

All parties listed on attached

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P. O. Box 800
Denver, Colorado 80201

Arco Oil & Gas Corporation
P. O. Box 1610
Midland, Texas 79702

Estate of C.W. Murchison
Bankers Trust Company of Texas
1999 Bryan Street LB 143
Dallas, Texas 75201

Northwest Pipeline Corporation
3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NBU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF SOUTHLAND ROYALTY COMPANY FOR
APPROVAL OF A NON-STANDARD PRORATION
AND SPACING UNIT, BASIN FRUITLAND
COAL GAS POOL, SAN JUAN COUNTY,
NEW MEXICO

CASE NO. 9811

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7. Pursuant to Division rules, a copy of this application was mailed by certified mail, return-receipt requested, to all parties listed on Exhibit I.

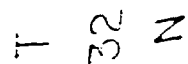
WHEREFORE, Applicant requests that after notice and hearing the application be granted.

KELLAHIN, KELLAHIN & AUBREY

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W. Thomas Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

Attorneys for Southland Royalty
Company



10

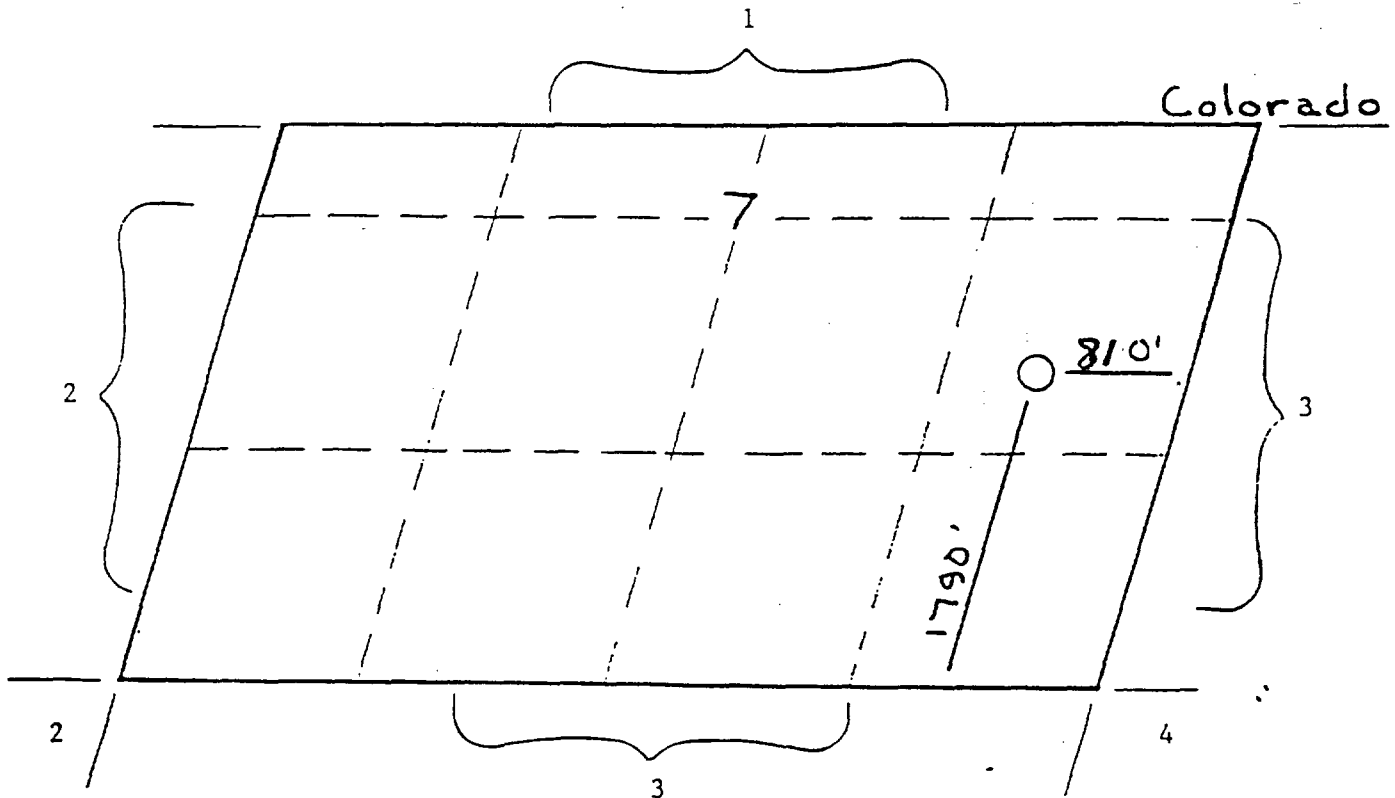
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canvon #100

Footage 1790' FSL: 810' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 7 Township 32N Range 8W



- Remarks
- 1) Arco Oil & Gas - W.I.O.
 - 2) San Juan 32-9 Unit - Amoco Interim - Operator
Southland Royalty Company - W.I.O.
 - 3) Speerex Limited Partnership - W.I.O.
 - 4) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator

EXHIBIT "B"

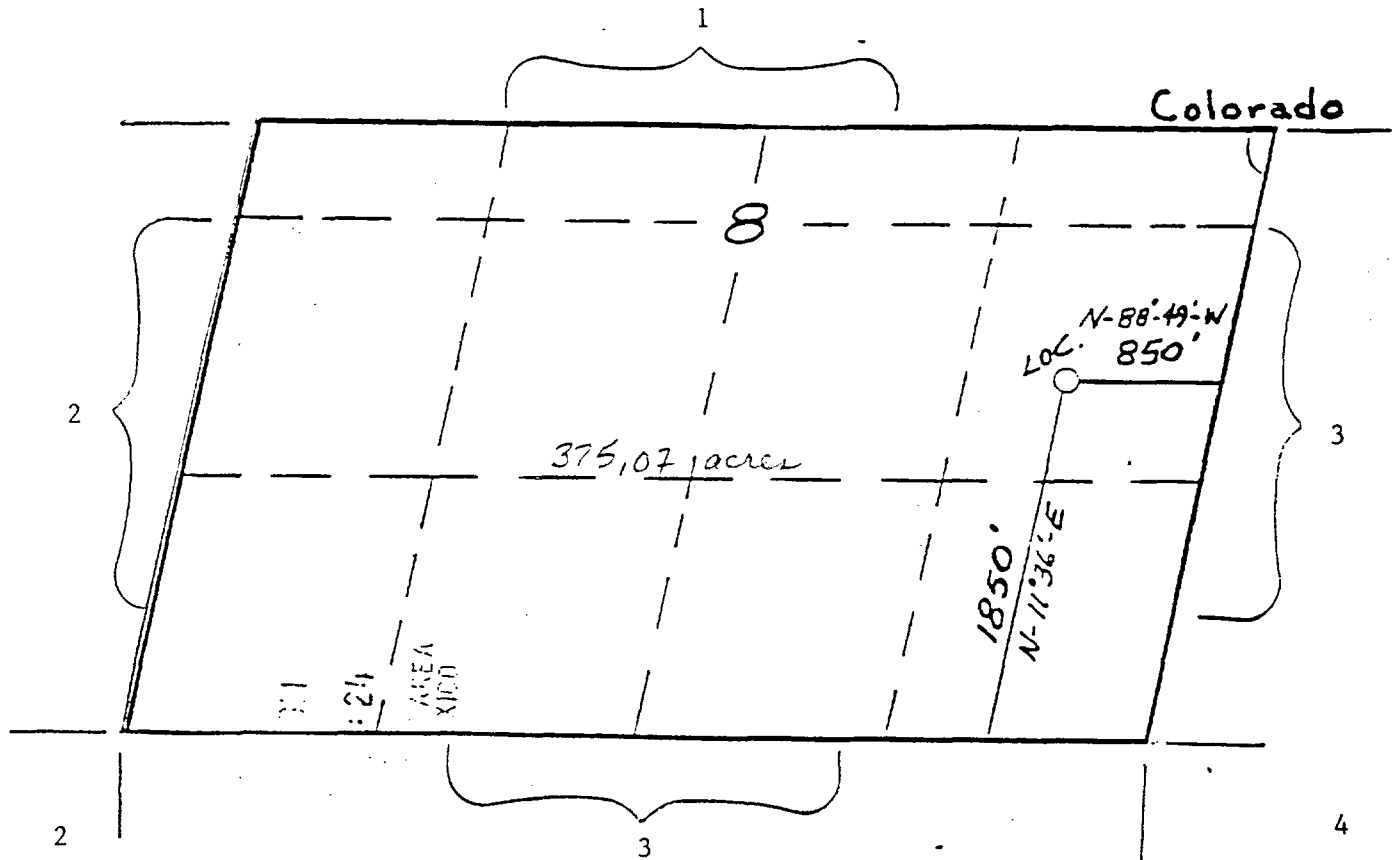
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canyon #101

Footage 1850' FSL; 850' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 8 Township 32N Range 8W



Remarks 1) Arco Oil & Gas Company - W.I.O.
2) Southland Royalty Company - W.I.O.
Speerex Limited Partnership - W.I.O.
3) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator
4) Southern Union Exploration - Operator

EXHIBIT "C"

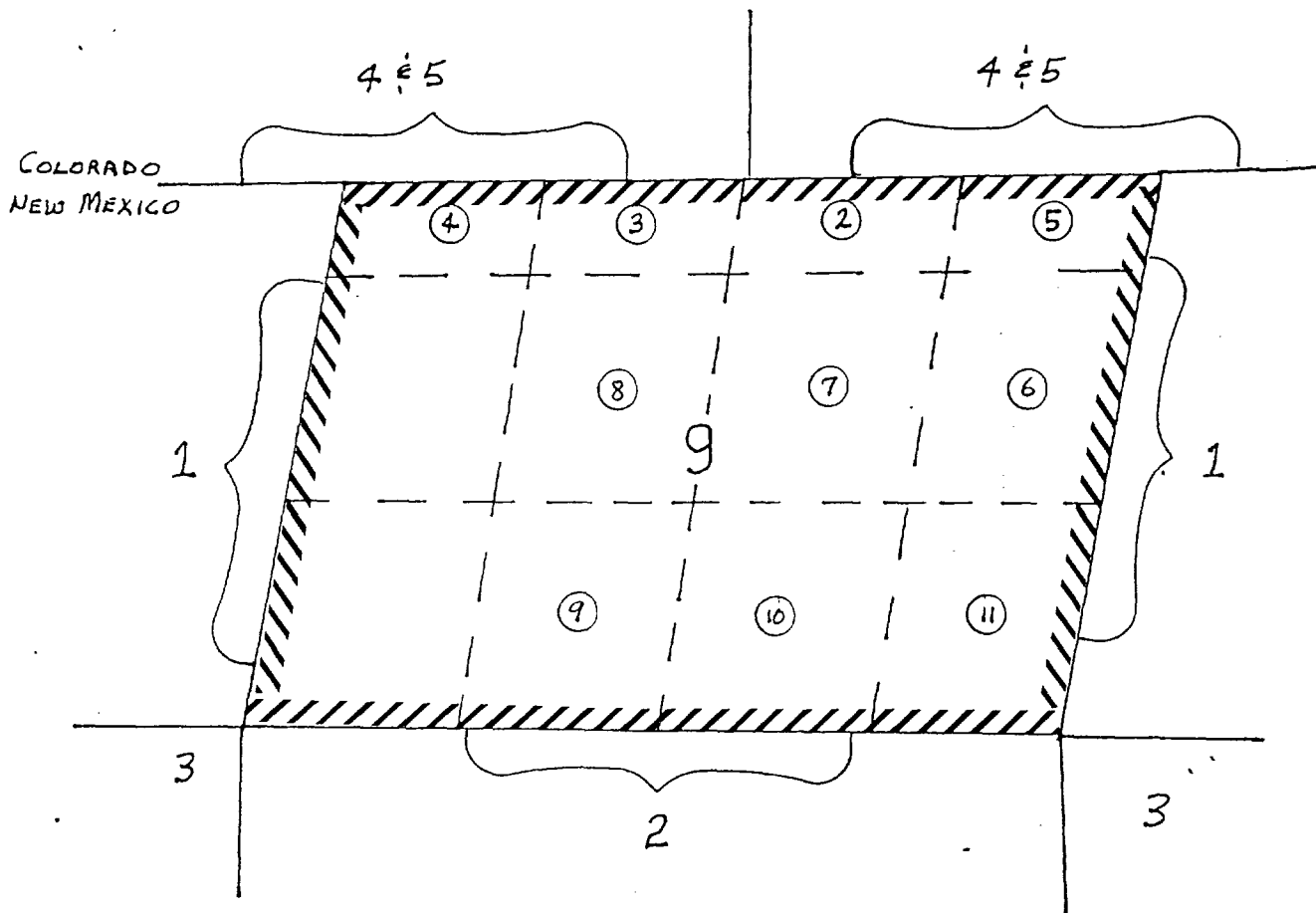
SOUTHLAND ROYALTY CO

Well Name SAN JUAN 32-8 UNIT #201

Footage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 9 Township 32 N Range 8W



- Remarks
- | | | |
|----|---|------------|
| 1. | Southland Royalty Company c/o Meridian Oil Inc. | - Operator |
| 2. | Southern Union Exploration | - Owner |
| | 524 Highway US #64, NBU #3001, Farmington, New Mex. | 87401 |
| 3. | Northwest Pipeline Corporation | - Operator |
| | 3539 East 30th; Farmington, N.M. | 87401 |
| 4. | Estate of C. W. Murchison | - Owner |
| | Bankers Trust Company of Texas | |
| | 1999 Bryan Street LB 143; Dallas, Texas | 75201 |
| 5. | ARCO Oil & Gas Corporation | - Owner |
| | P.O. Box 1610; Midland, Texas | 79702 |

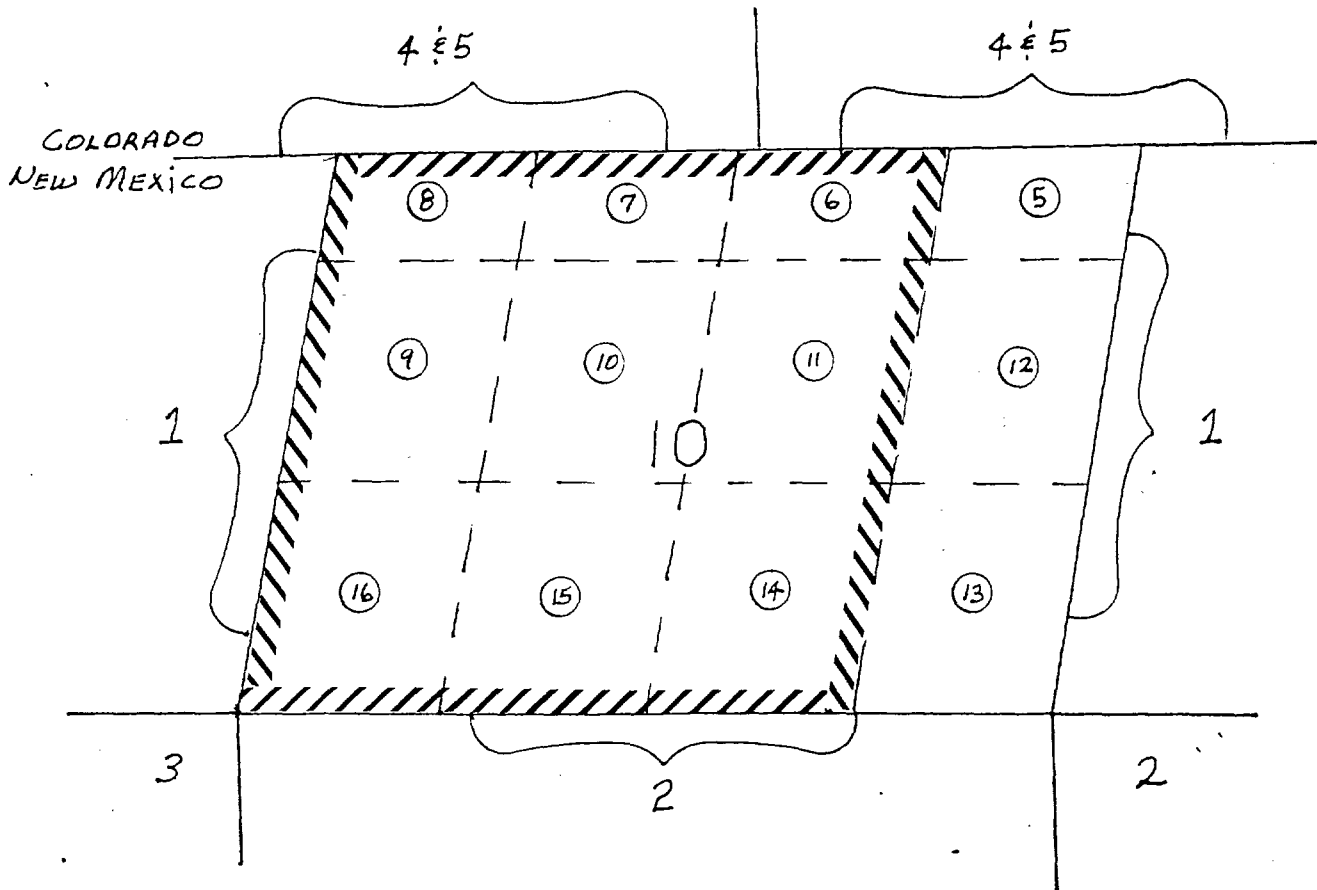
SOUTHLAND ROYALTY CO

Well Name REESE MESA #102

Footage 1815' FEL & 1900' FSL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 10 Township 32N Range 8W



- Remarks
1. Southland Royalty Company c/o Meridian Oil Inc. - Owner
 2. Northwest Pipeline Corporation - OPERATOR
3539 E. 30th; Farmington, N.M. 87401
 3. Southern Union Exploration - Owner
324 Highway US #64, NBU 3001; Farmington, N.M. 87401
 4. Estate of C.W. Murchison - Owner
Bankers Trust Company of Texas
1999 Bryan Street LB 143; Dallas, Texas 75201
 5. ARCO Oil & Gas Corporation - Owner
P.O. Box 1610; Midland, Texas 79702

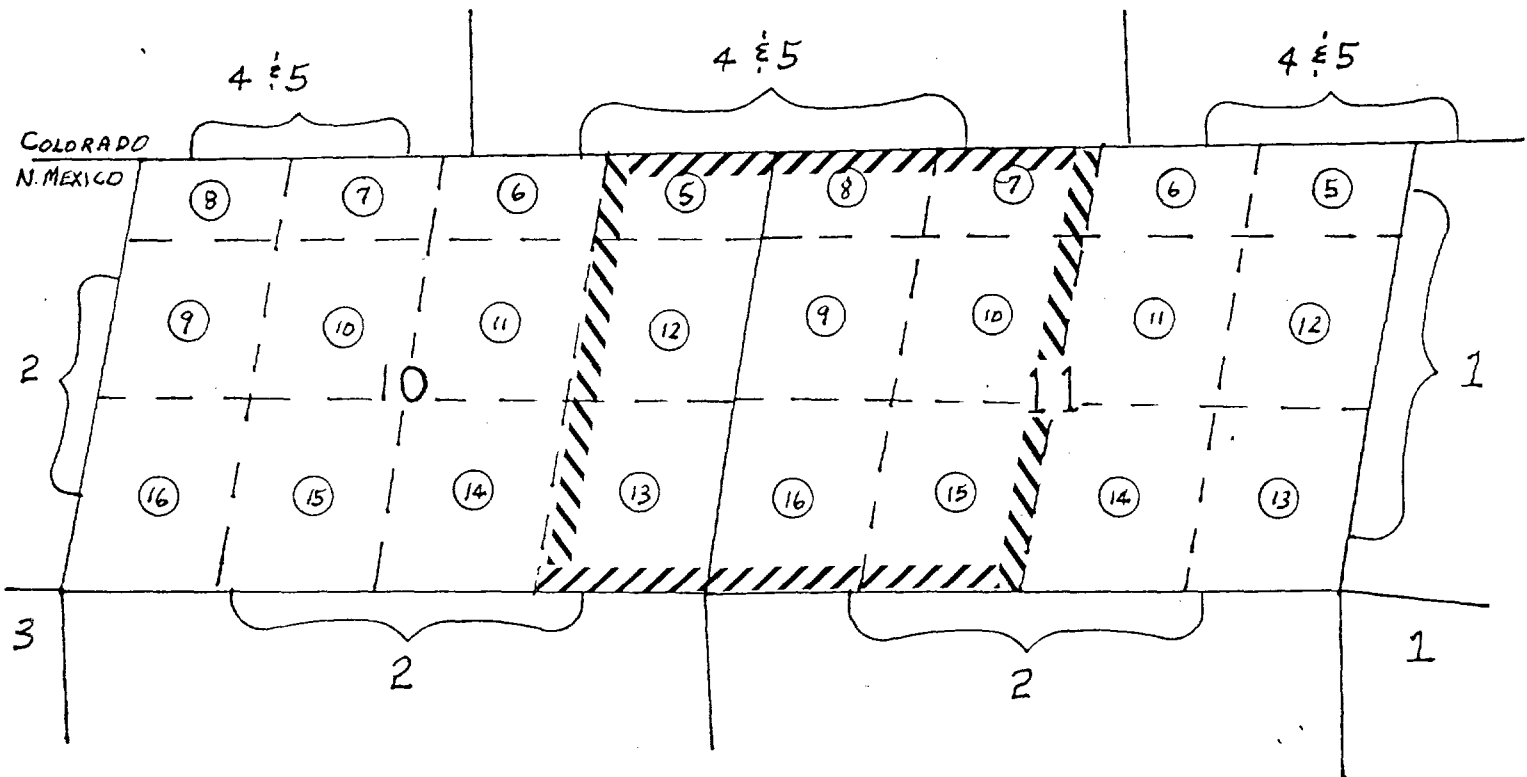
SOUTHLAND ROYALTY CO

Well Name UNDESIGNATED

Footage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 11 Township 32N Range 8W
10,



- Remarks
- | | |
|---|------------|
| 1. Southland Royalty Company c/o Meridian Oil Inc. | - Owner |
| 2. Northwest Pipeline Corporation | - OPERATOR |
| 3535 East 30th; Farmington, N.M. 87401 | |
| 3. Southern Union Exploration | - Owner |
| 324 Highway US #64, NBU #3001; Farmington, N.M. 87401 | |
| 4. Estate of C. W. Murchison | - Owner |
| Bankers Trust Company of Texas | |
| 1999 Bryan Street LB 143; Dallas, Texas 75201 | |
| 5. ARCO Oil & Gas Corporation | - Owner |
| P.O. Box 1610; Midland, Texas 79702 | |

EXHIBIT "F"

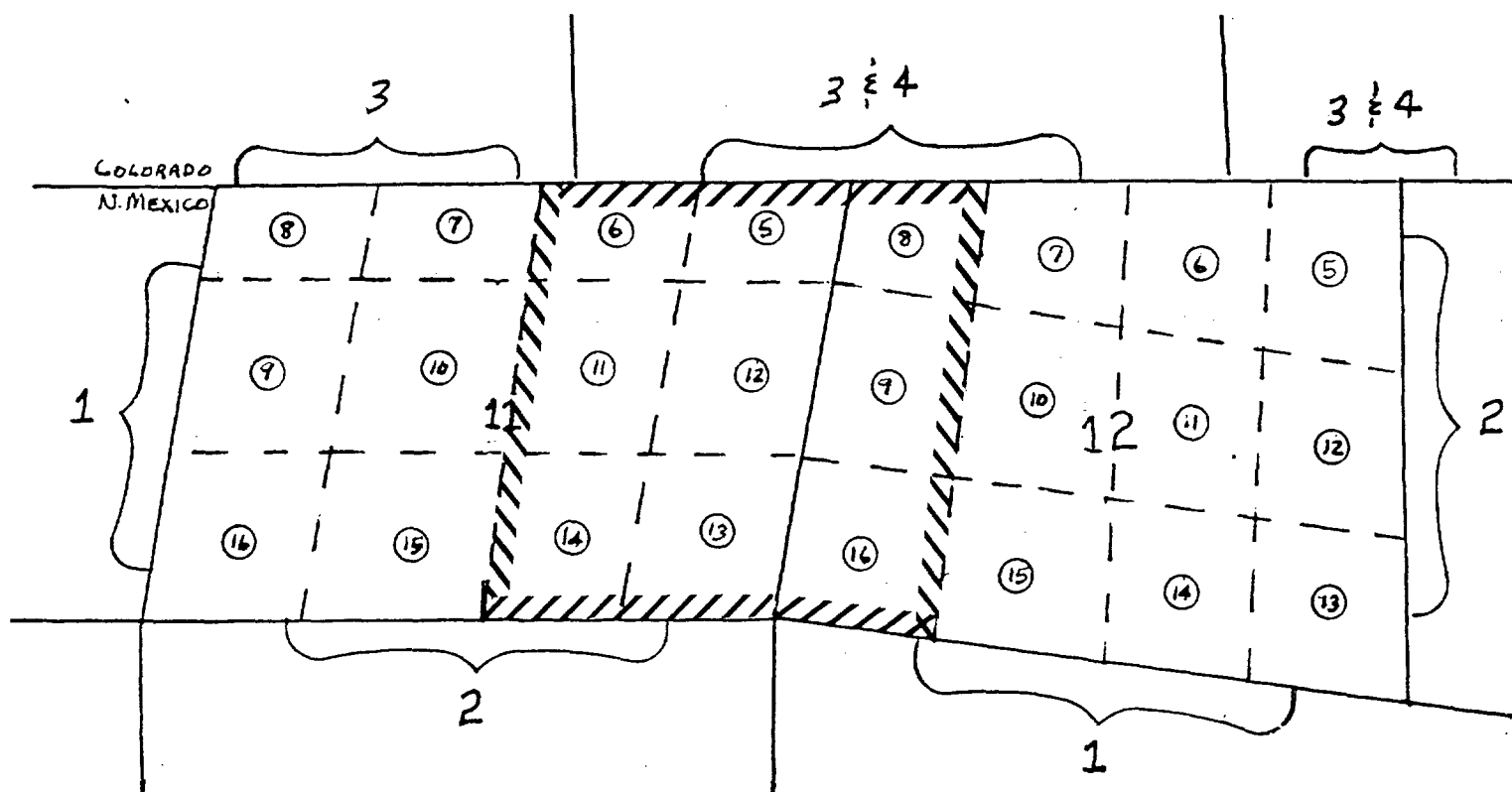
SOUTHLAND ROYALTY CO

Well Name REESE MESA #103

Footage 2080' FEL & 2435' FSL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 11, 12 Township 32N Range 8W



Remarks	1. Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2. Northwest Pipeline Corporation	- OPERATOR
	3539 East 30th; Farmington, N.M. 87401	
	3. Estate of C.W. Murchison	- Owner
	Bankers Trust Company of Texas	
	1999 Bryan Street LB143; Dallas, Texas 75201	
	4. ARCO Oil & Gas Company	- Owner
	P.O. Box 1610; Midland, Texas 79702	

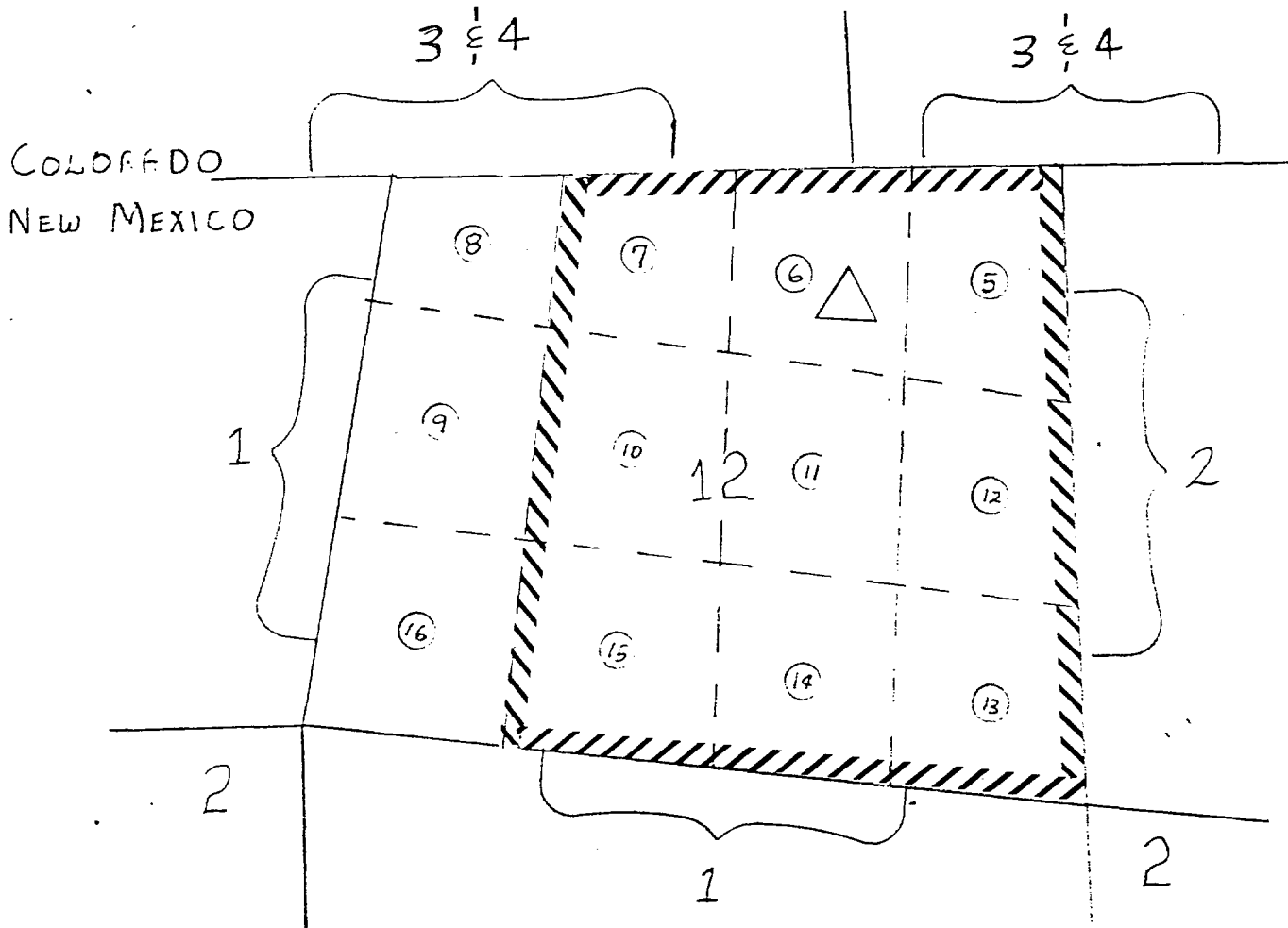
SOUTHLAND ROYALTY CO

Well Name REESE MESA #104

Footage 840' FNL & 1465' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 12 Township 32N Range 8W



Remarks	1. Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2. Northwest Pipeline Corporation	- OPERATOR
	3539 East 30th; Farmington, N.M. 87401	
	3. Estate of C.W. Murchison	- Owner
	Bankers Trust Company of Texas	
	1999 Bryan Street LB 143; Dallas, Texas 75201	
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Denver, Colorado 80201

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Dallas, Texas 75201

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3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NBU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401

KELLAHIN, KELLAHIN and AUBREY
Attorneys at Law

W. Thomas Kellahin
Karen Aubrey

El Patio - 117 North Guadalupe
Post Office Box 2265

Telephone 982-4285
Area Code 505

Jason Kellahin
Of Counsel

Santa Fe, New Mexico 87504-2265

FAX: 505/982-2047

October 24, 1989

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OCT 24 1989

Mr. William J. LeMay
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

Re: Southland Royalty Company's Application
for Non-Standard Spacing and Proration
Units, Basin Fruitland Coal Gas Pool,
San Juan County, New Mexico

Case 9811

Dear Mr. LeMay:

On behalf of Southland Royalty Company, please set the enclosed application for hearing at the next available examiner's docket now set for November 15, 1989.

We suggest the following to be used for the advertisement for this case:

Application of Southland Royalty Company for non-standard spacing and proration units, San Juan County, New Mexico. Applicant in the above-styled cause seeks approval of non-standard spacing and proration units for seven wells in Sections 7, 8, 9, 10, 11 and 12, T32N, R8W, San Juan County, New Mexico. Said locations are approximately ____ miles from _____.


By copy of this letter and application sent certified mail, return-receipt requested, we are notifying each of the offsetting owners and/or operators of their right to appear at the hearing either in support of or in opposition to this application.

KELLAHIN, KELLAHIN and AUBREY

Mr. William J. LeMay
October 24, 1989
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Should any party desire more information about this matter or about the procedures for hearing this application, they may call the Division or the undersigned.

Very truly yours,

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', is written over the typed name. The signature is fluid and cursive.

W. Thomas Kellahin

WTK/tic

cc: Mr. Alan Alexander
Meridian Oil Inc.
P.O. Box 4289
Farmington, New Mexico 87499-4289

"Certified-Return Receipt Requested"

All parties listed on attached

Amoco Production Company
P. O. Box 800
Denver, Colorado 80201

Arco Oil & Gas Corporation
P. O. Box 1610
Midland, Texas 79702

Estate of C.W. Murchison
Bankers Trust Company of Texas
1999 Bryan Street LB 143
Dallas, Texas 75201

Northwest Pipeline Corporation
3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NBU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF SOUTHLAND ROYALTY COMPANY FOR
APPROVAL OF A NON-STANDARD PRORATION
AND SPACING UNIT, BASIN FRUITLAND
COAL GAS POOL, SAN JUAN COUNTY,
NEW MEXICO

CASE NO. 9811

A P P L I C A T I O N

COMES NOW Southland Royalty Company, by and through its attorneys, KELLAHIN, KELLAHIN & AUBREY, and applies to the New Mexico Oil Conservation Division for approval of non-standard proration and spacing units in the Basin Fruitland Coal Gas Pool in Sections 7, 8, 9, 10, 11 and 12, T32N, R8W, San Juan County, New Mexico for the following wells, which are to be or have been drilled at standard locations:

- * (1) Trail Canyon No. 100 - Section 7
- * (2) Trail Canyon No. 101 - Section 8
- ** (3) San Juan 32-8 Unit No. 201 - Section 9
- (4) Reese Mesa No. 102 - Section 10
- ** (5) Undesignated - Sections 10 and 11
- ** (6) Reese Mesa No. 103 - Sections 11 and 12
- (7) Reese Mesa No. 104 - Section 12.

* - The Trail Canyon No. 100 well location is 1790 feet FSL and 810 feet FEL of Section 7. The Trail Canyon No. 101 well location is 1850 feet FSL and 850 feet FEL of Section 8. These unorthodox locations have been previously approved by the Division.

** - Proposed wells - have not been drilled.

1. Applicant is a working interest owner and operator of all wells except the San Juan 32-8 Unit No. 201. Applicant is a working interest owner in that well.

2. As a result of governmental surveys, the northern side of T32N, R8W consists of a series of irregularly shaped lots, each of which contains more or less than 40 acres, resulting in the necessity for proration and spacing units, which are contrary to the Oil Conservation Division rules for Basin Fruitland Coal gas wells.

3. Applicant proposes to dedicate the following acreage to the subject wells:

- (1) Trail Canyon No. 100 - All of Section 7, consisting of 314.78 acres. (Exhibit B)
- (2) Trail Canyon No. 101 - All of Section 8, consisting of 375.07 acres. (Exhibit C)
- (3) San Juan 32-8 Unit No. 201 - All of Section 9, consisting of 382.84 acres. (Exhibit D)
- (4) Reese Mesa No. 102 - W/2 and W2/E2 of Section 10, consisting of 290.69 acres. (Exhibit E)
- (5) Undesignated - E/2 E/2 of Section 10 and W/2 of Section 11, consisting of 293.65 acres. (Exhibit F)
- (6) Reese Mesa No. 103 - E/2 of Section 11 and W2/W2 of Section 12, consisting of 299.89 acres. (Exhibit G)
- (7) Reese Mesa No. 104 - E2/W2 and E/2 of Section 12, consisting of 322.34 acres. (Exhibit H)

4. Attached as Exhibit A is a plat showing all of the acreage dedicated to the subject wells.

5. Attached as Exhibits B - H are plats showing the individual well locations and their acreage dedication.

6. Attached as Exhibit I is a list of all offsetting owners and/or operators who are required by Division rules to receive notification of this application.

7. Pursuant to Division rules, a copy of this application was mailed by certified mail, return-receipt requested, to all parties listed on Exhibit I.

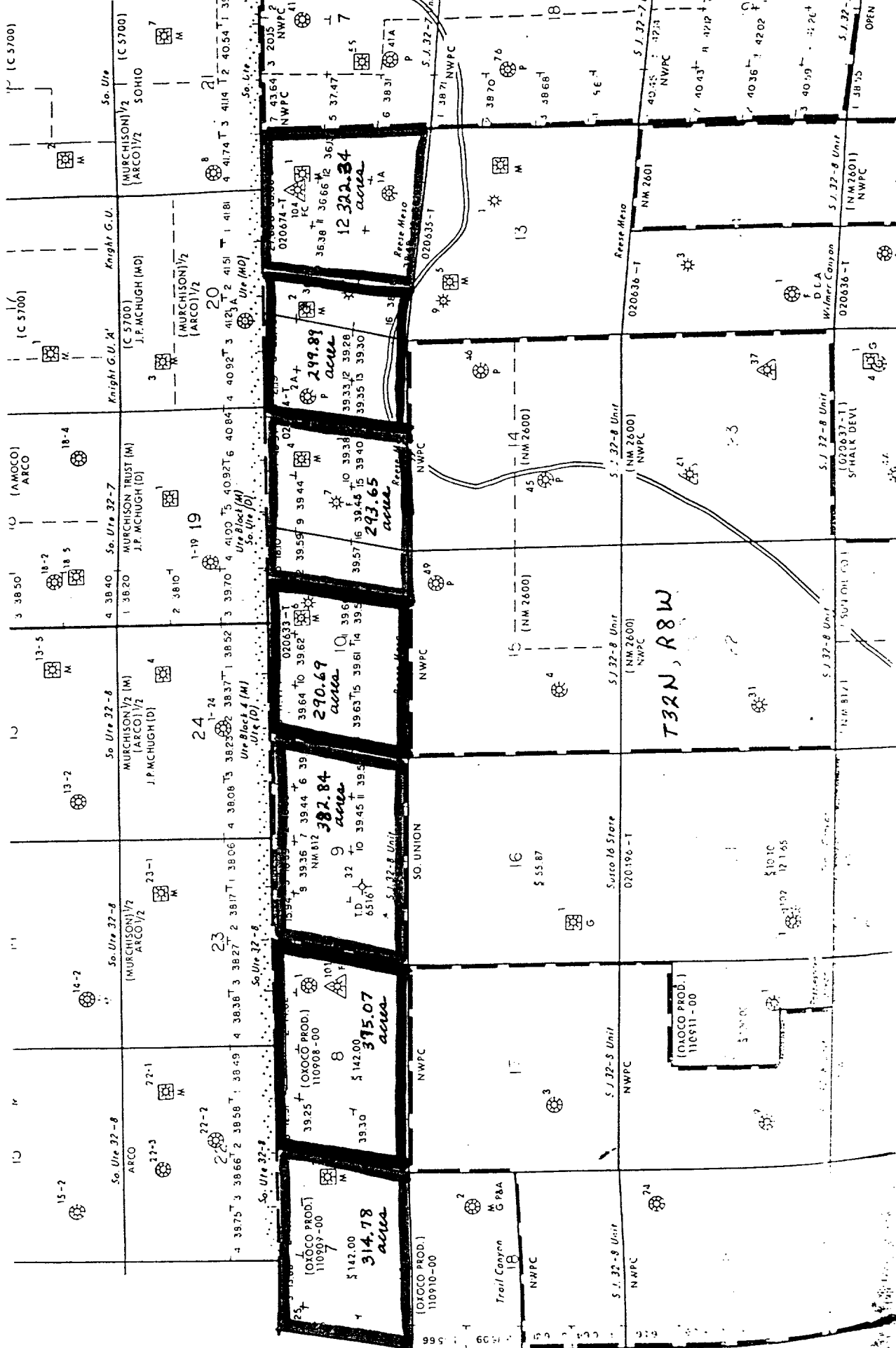
WHEREFORE, Applicant requests that after notice and hearing the application be granted.

KELLAHIN, KELLAHIN & AUBREY

A handwritten signature in dark ink, appearing to read 'W. Thomas Kellahin', is written over a horizontal line.

W. Thomas Kellahin
Post Office Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285

Attorneys for Southland Royalty
Company



T 32 N

EXHIBIT "A"

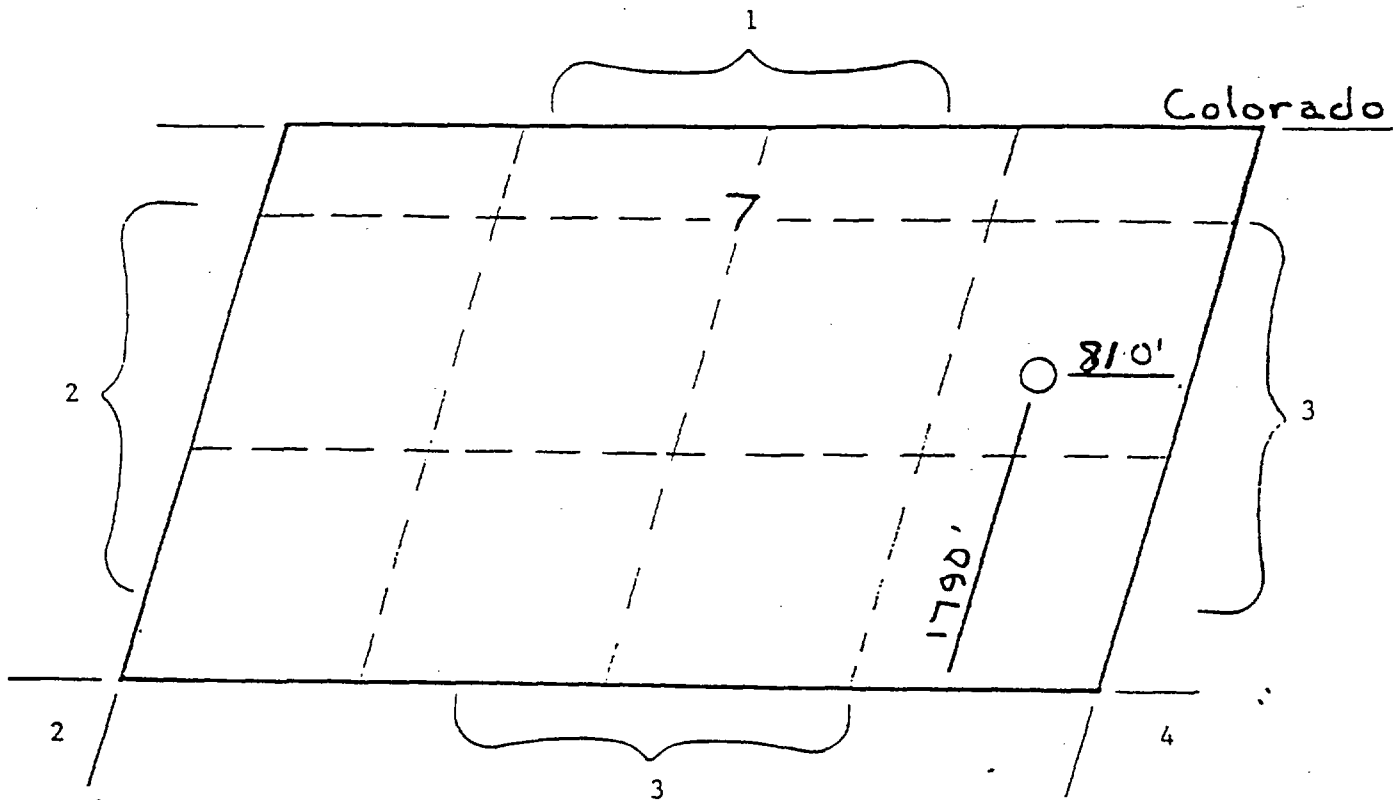
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canyon #100

Footage 1790' FSL: 810' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 7 Township 32N Range 8W



- Remarks
- 1) Arco Oil & Gas - W.I.O.
 - 2) San Juan 32-9 Unit - Amoco Interim - Operator
 - Southland Royalty Company - W.I.O.
 - 3) Speerex Limited Partnership - W.I.O.
 - 4) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator

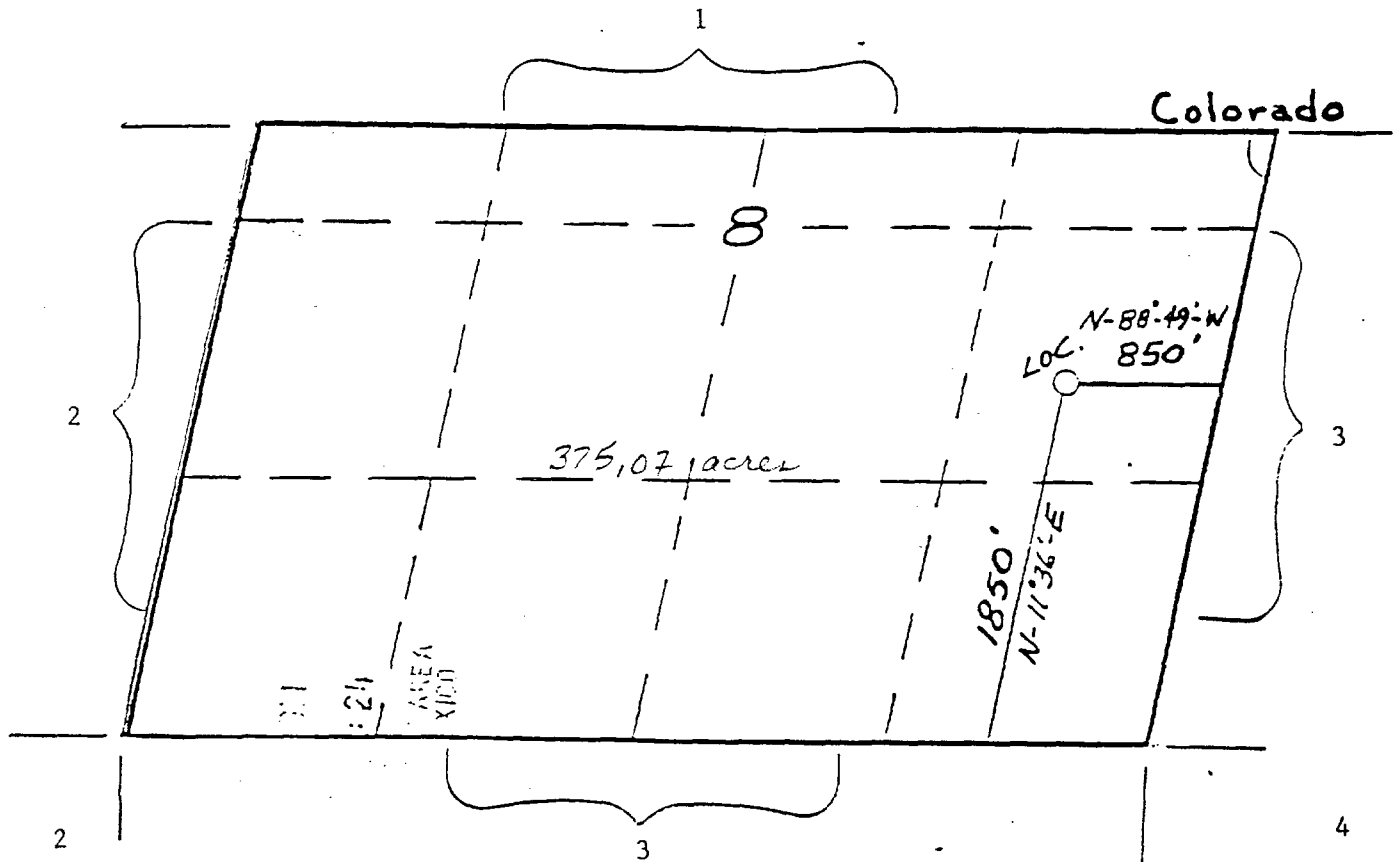
SOUTHLAND ROYALTY COMPANY

Well Name Trail Canyon #101

Footage 1850' FSL; 850' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 8 Township 32N Range 8W



Remarks 1) Arco Oil & Gas Company - W.I.O.

2) Southland Royalty Company - W.I.O.

Speerex Limited Partnership - W.I.O.

3) San Juan 32-8 Unit - Northwest Pipeline Corp. - Operator

4) Southern Union Exploration - Operator

EXHIBIT "C"

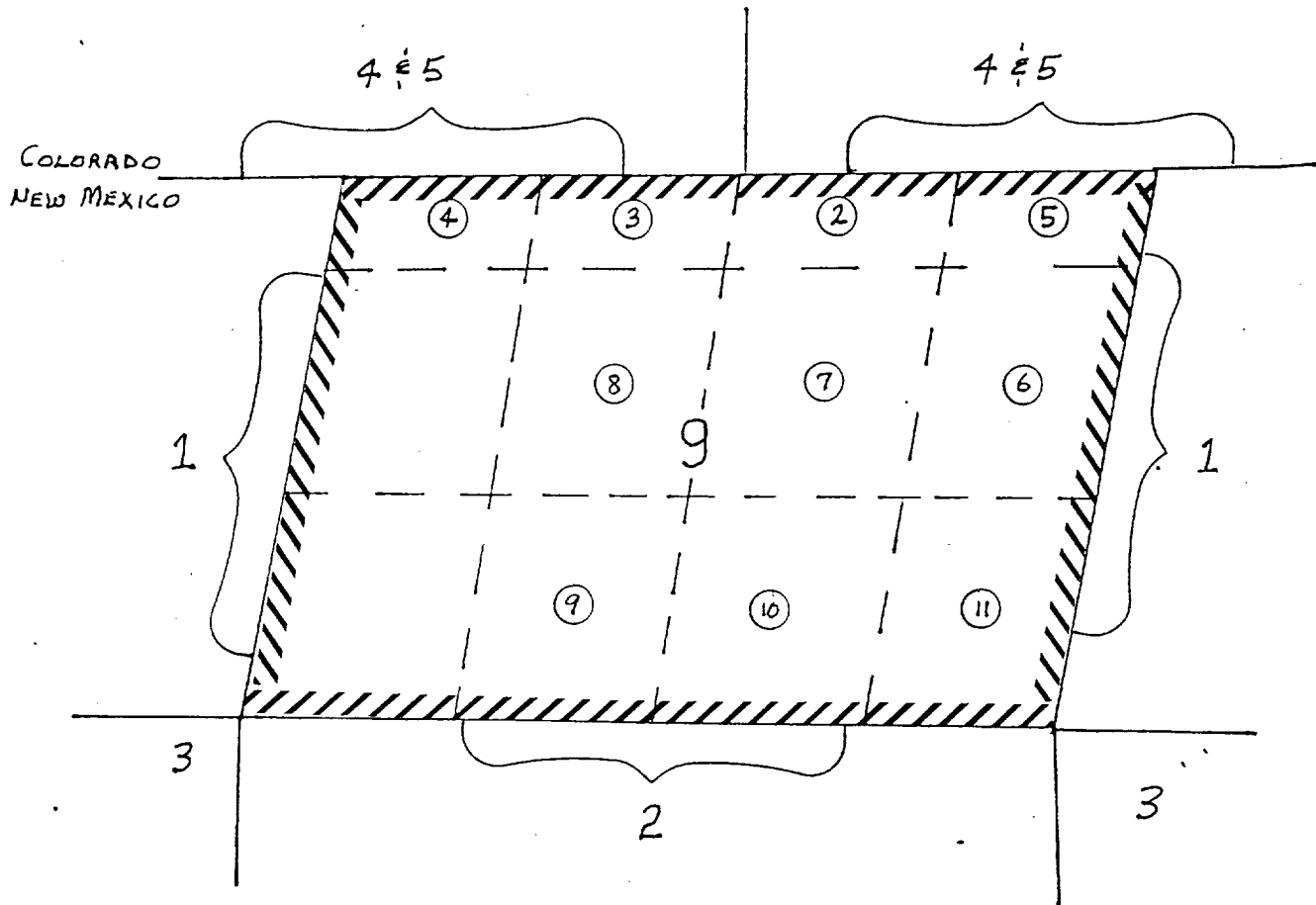
SOUTHLAND ROYALTY CO

Well Name SAN JUAN 32-8 UNIT #201

Footage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 9 Township 32 N Range 8W



- Remarks
- | | | |
|----|---|------------|
| 1. | Southland Royalty Company c/o Meridian Oil Inc. | - Operator |
| 2. | Southern Union Exploration | - Owner |
| | 524 Highway US #64, NBU #3001, Farmington, New Mex. | 87401 |
| 3. | Northwest Pipeline Corporation | - Operator |
| | 3539 East 30th; Farmington, N.M. | 87401 |
| 4. | Estate of C. W. Murchison | - Owner |
| | Bankers Trust Company of Texas | |
| | 1999 Bryan Street LB 143; Dallas, Texas | 75201 |
| 5. | ARCO Oil & Gas Corporation | - Owner |
| | P.O. Box 1610; Midland, Texas | 79702 |

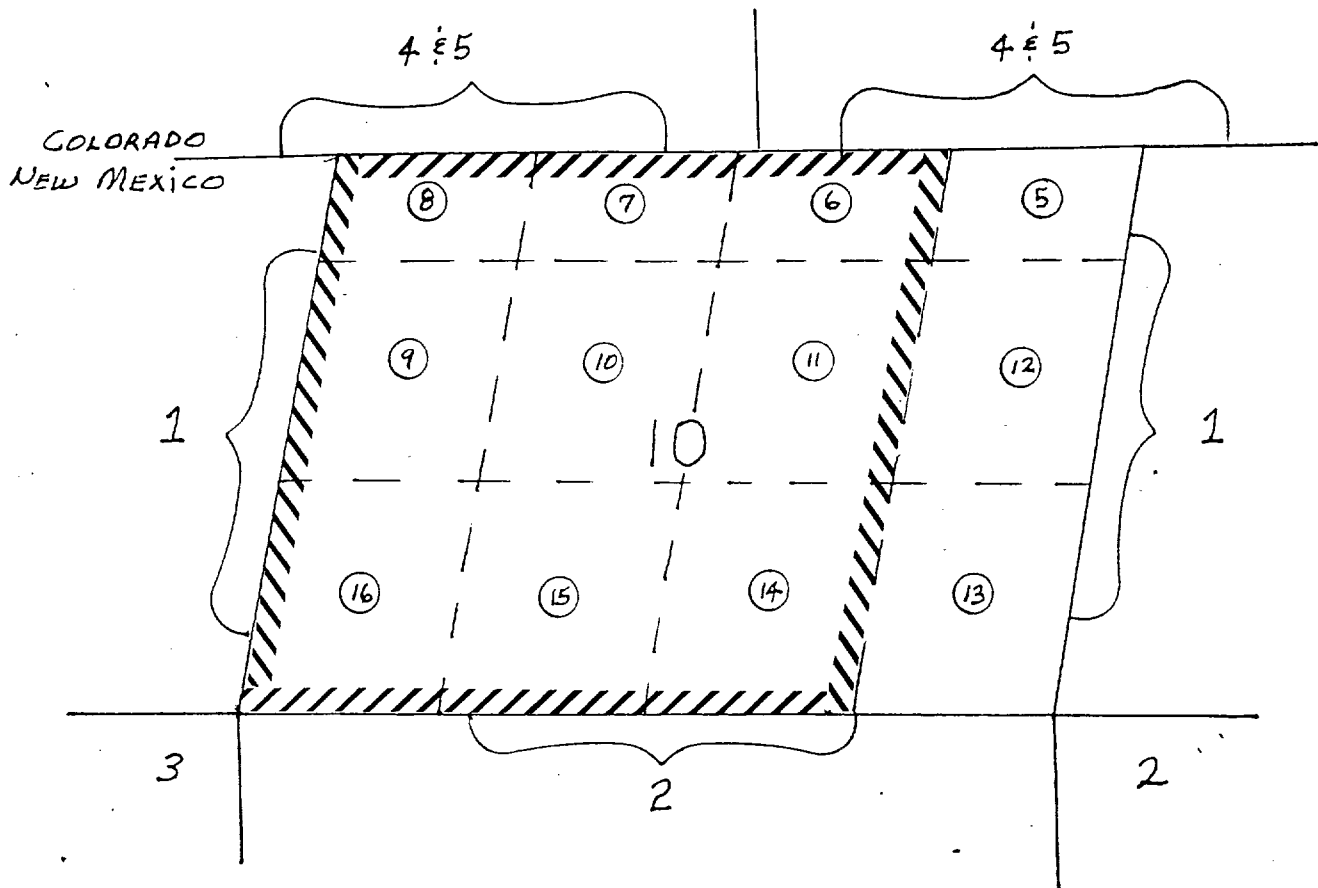
SOUTHLAND ROYALTY CO

Well Name REESE MESA #102

Footage 1815' FEL & 1900' FSL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 10 Township 32N Range 8W



Remarks 1. Southland Royalty Company c/o Meridian Oil Inc. - Owner

2. Northwest Pipeline Corporation - OPERATOR

3539 E. 30th; Farmington, N.M. 87401

3. Southern Union Exploration - Owner

324 Highway US #64, NBU 3001; Farmington, N.M. 87401

4. Estate of C.W. Murchison - Owner

Bankers Trust Company of Texas

1999 Bryan Street LB 143; Dallas, Texas 75201

5. ARCO Oil & Gas Corporation - Owner

P.O. Box 1610; Midland, Texas 79702

EXHIBIT "E"

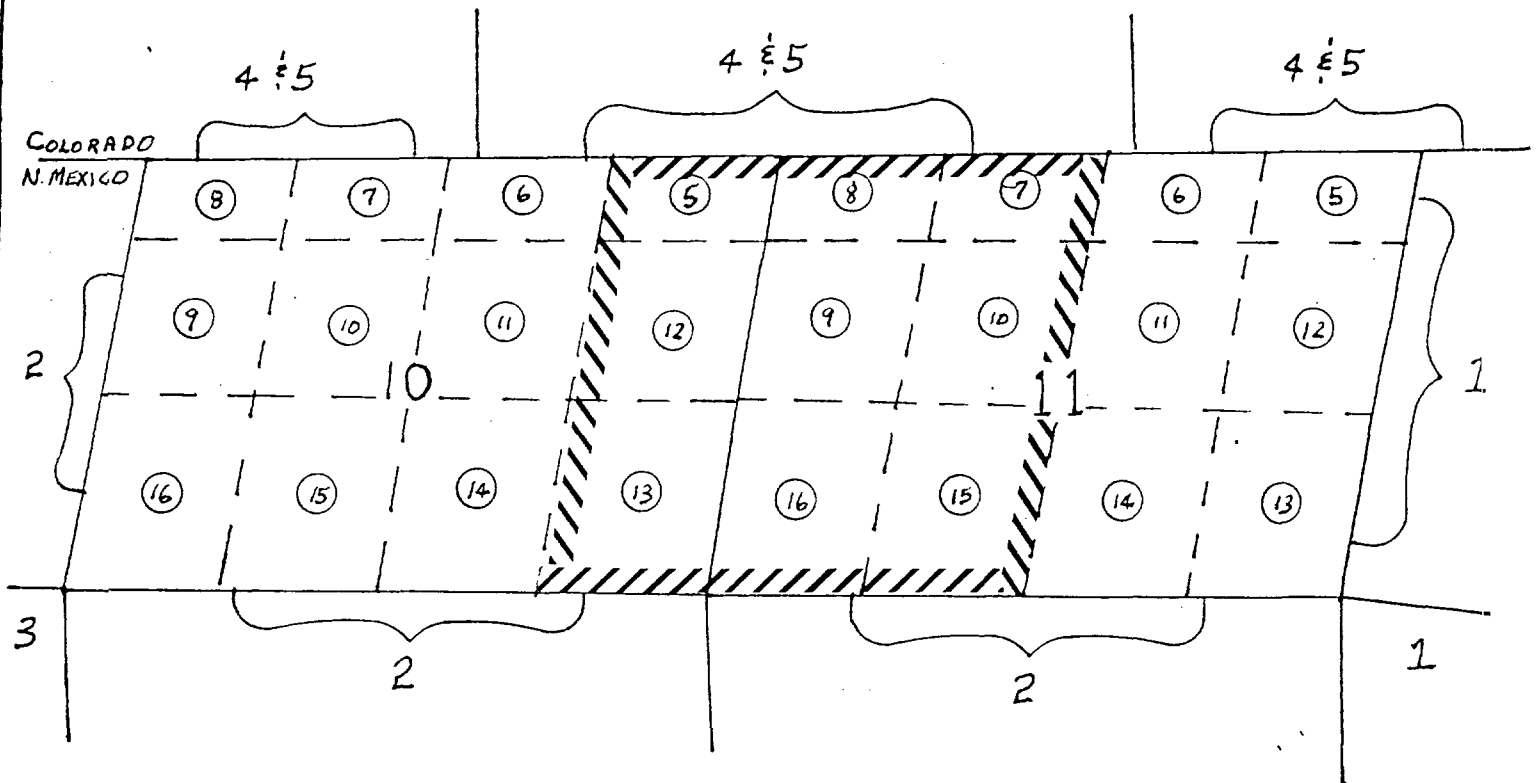
SOUTHLAND ROYALTY CO

Well Name UNDESIGNATED

Footage Undesignated

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 11 Township 32N Range 8W

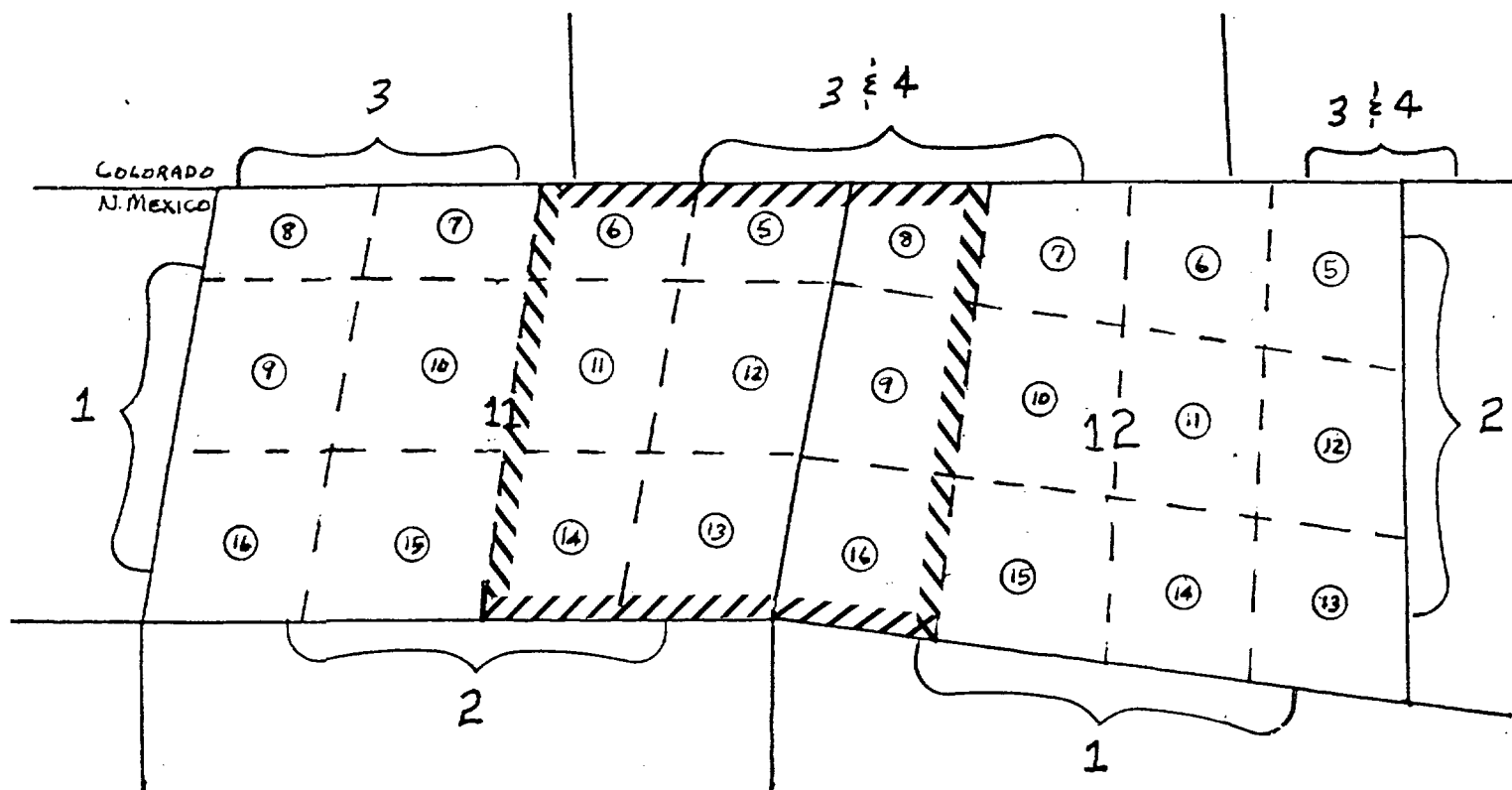


- Remarks
1. Southland Royalty Company c/o Meridian Oil Inc. - Owner
 2. Northwest Pipeline Corporation - OPERATOR
3535 East 30th; Farmington, N.M. 87401
 3. Southern Union Exploration - Owner
324 Highway US #64, NBU #3001; Farmington, N.M. 87401
 4. Estate of C. W. Murchison - Owner
Bankers Trust Company of Texas
1999 Bryan Street LB 143; Dallas, Texas 75201
 5. ARCO Oil & Gas Corporation - Owner
P.O. Box 1610; Midland, Texas 79702

EXHIBIT "F"

Well Name	REESE MESA #103
Footage	2080' FEL & 2435' FSL

County San Juan State New Mexico Section ^{11,}12 Township 32N Range 8W



Remarks	1.	Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2.	Northwest Pipeline Corporation	- OPERATOR
		3539 East 30th; Farmington, N.M. 87401	
	3.	Estate of C.W. Murchison	- Owner
		Bankers Trust Company of Texas	
		1999 Bryan Street LB143; Dallas, Texas 75201	
	4.	ARCO Oil & Gas Company	- Owner
		P.O. Box 1610; Midland, Texas 79702	

EXHIBIT "G"

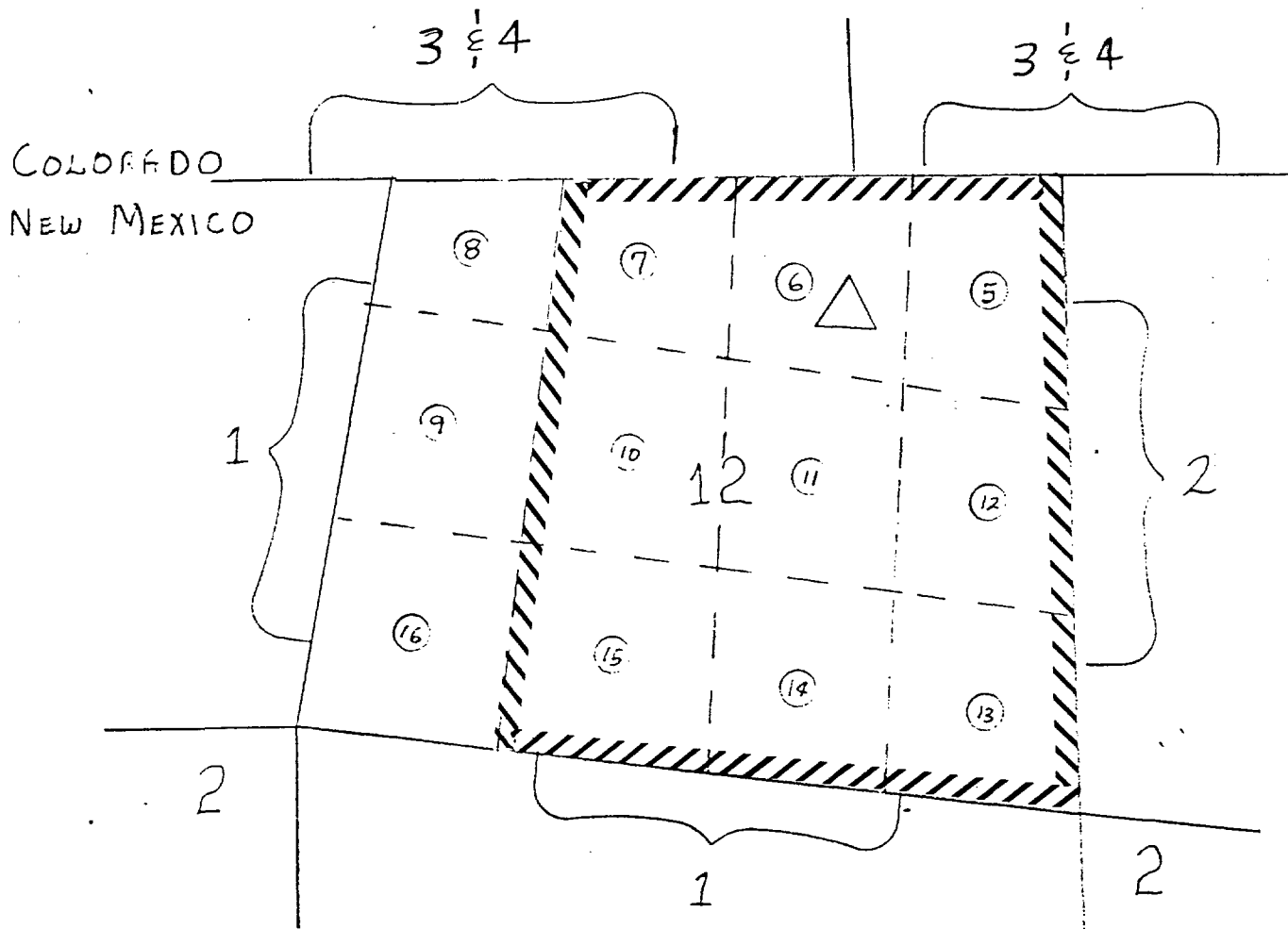
SOUTHLAND ROYALTY CO

Well Name REESE MESA #104

Footage 840' FNL & 1465' FEL

APPLICATION FOR NON-STANDARD PRORATION UNIT

County San Juan State New Mexico Section 12 Township 32N Range 8W



Remarks	1. Southland Royalty Company c/o Meridian Oil Inc.	- OPERATOR
	2. Northwest Pipeline Corporation	- OPERATOR
	3539 East 30th; Farmington, N.M. 87401	
	3. Estate of C.W. Murchison	- Owner
	Bankers Trust Company of Texas	
	1999 Bryan Street LB 145; Dallas, Texas 75201	
	4. ARCO Oil & Gas Company	- Owner
	P.O. Box 1610; Midland, Texas 79702	

Amoco Production Company
P. O. Box 800
Denver, Colorado 80201

Arco Oil & Gas Corporation
P. O. Box 1610
Midland, Texas 79702

Estate of C.W. Murchison
Bankers Trust Company of Texas
1999 Bryan Street LB 143
Dallas, Texas 75201

Northwest Pipeline Corporation
3539 East 30th
Farmington, New Mexico 87401

Southern Union Exploration
324 Highway US #64
NBU 3001
Farmington, New Mexico 87401

Speerex Limited Partnership
P. O. Box 255
Farmington, New Mexico 87401