PACIFIC NORTHWEST PIPELINE CORPORATION

PHONE 7-0211 ● SIMMS BUILDING

ALBUQUERQUE, NEW MEXICO

November 16, 1955

Re: (San Juan 29-5 Unit)#14-08-001-437 Rio Arriba County, New Mexico SIXTH EXPANDED PARTICIPATING AREA

> FOR THE MESAVERDE FORMATION Effective: November 1, 1955

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capitol Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capitol Annex Building Santa Fe, New Mexico

Asie

Gentlemen:

Pursuant to Section 11 (a) of the San Juan 29-5 Unit Agreement, approved November 2, 1952, Pacific Northwest Pipeline Corporation, as Unit Operator, has determined that additional wells capable of producing unitized substances in paying quantities from the Mesaverde Formation have been completed upon acreage committed to this unit, and that the participating area for the Mesaverde Formation is accordingly expanded.

The well data upon which this Sixth Expansion is based is as follows:

SAN JUAN 29-5 MESAVERDE WELL #10-16

LOCATION:

1650' from South line and 990' from West line of Section 16, T 29 N,

R 5 W, N.M.P.M.

ELEVATION:

6652.21' (grd.)

SPUD DATE:

September 3, 1955

CASING:

10 3/4" cemented at 207° with 160 sx 7 5/8" cemented at 3774' with 160 sx 5 1/2" cemented at 6040' with 125 sx

TOTAL DEPTH:

6040 9

Page Two. Sixth Expansion - Mesaverde San Juan 29-5 Unit

November 16, 1955

DRILLING METHODS:

Drilled with mud to 7 5/8" casing point;

drilled with gas from 7 5/8" casing

point to total depth.

COMPLETION METHOD:

Perforated 5 1/2" casing and aquafraced Cliff House intervals from 5416' to 5494' and Menefee intervals from 5544' to 5710' and Upper Point Lookout intervals from 5804' to 5884' and Lower Point Lookout intervals from

5912' to 6028'

TUBING:

2" hung at 5862'

COMPLETION TEST DATA

DATE:

October 12, 1955

SHUT-IN-PERIOD:

8 days

FINAL SHUT-IN-PRESSURES:

Tubing 1106 # Casing 1106 #

RATE BY PITOT TUBE AFTER

3 HOUR BLOW DOWN:

9,497 Mcfgpd

SAN JUAN 29-5 MESAVERDE WELL #8-35

LOCATION:

1650' from South line and 1650' from

West line of Section 35, T 29 N,

R 5 W, N.M.P.M.

ELEVATION:

7442.0' (grd.)

SPUD DATE:

September 5, 1955

CASING:

10 3/4" cemented at 261' with 110 sx 7 5/8" cemented at 4503' with 265 sx

5 1/2" cemented at 6790' with 150 sx

TCTAL DEPTH:

6790 1

DRILLING METHODS:

Drilled with mud to 7.5/8" casing point;

drilled with gas from 7 5/8" casing

point to total depth

Page Three. Sixth Expansion - Mesaverde San Juan 29-5 Unit

November 16, 1955

COMPLETION METHOD:

Perforated 5 1/2" casing and aqua-fraced Cliff House intervals from 6248; to 6268; Menefee intervals from 6316; to 6498; and Point Lookout intervals from 6582; to 6742;

TUBING:

2" hung at 67391

COMPLETION TEST DATA

DATE:

October 25, 1955

SHUT-IN-PERIOD:

7 days

FINAL SHUT-IN-PRESSURES:

Tubing 1045 # Casing 1048 #

RATE BY PITOT TUBE AFTER 3 HOUR BLOW DOWN:

3,655 Mcfgpd.

San Juan 29-5 Mesaverde Well #10-16 is located upon the drilling block described as the W/2 of Section 16, Township 29 North, Range 5 West, N.M.P.M., and San Juan 29-5 Mesaverde Well #8-35 is located upon the drilling block described as the W/2 of Section 35, Township 29 North, Range 5 West, N.M.P.M. These drilling blocks are hereby admitted to the participating area.

In addition, an intervening drilling block described as the E/2 of Section 17, Township 29 North, Range 5 West, N.M.P.M. is created by the completion of Mesaverde Well #10-16, and the previous completion of Mesaverde Well #1-17 located upon the drilling block described as W/2 of Section 17, Township 29 North, Range 5 West, N.M.P.M. This intervening drilling block is hereby admitted to the Mesaverde Participating Area in accordance with the provisions of Section 11 of San Juan 29-5 Unit Agreement.

Attached is Schedule VII showing the Sixth Expanded Participating Area for the Mesaverde Formation of San Juan 29-5 Unit Area. This describes the expanded participating area and shows the percentage of unitized substances allocated to each unitized tract.

Copies of this letter and Schedule are being sent to all Working Interest Owners within San Juan 29-5 Unit.

Very truly yours,

PACIFIC NORTHWEST PIPELINE CORPORATION

R. N. Richey, Manager Land Department

DLA: jce Attachment

PACIFIC NORTHWEST PIPELINE CORPORATION

PHONE 3-3547 • SIMMS BUILDING

ALBUQUERQUE, NEW MEXICO

November 8, 1955

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capitol Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capitol Annex Building Santa Fe, New Mexico Re: San Juan 29-5 Unit #14-08-001-437
San Juan County, New Mexico

FIFTH EXPANDED PARTICIPATING AREA

FOR THE MESAVERDE FORMATION Effective: October 1, 1955

Gentlemen:

Pursuant to Section 11 (a) of the San Juan 29-5 Unit Agreement, approved November 2, 1952, Pacific Northwest Pipeline Corporation, as Unit Operator, has determined that additional wells capable of producing unitized substances in paying quantities from the Mesaverde Formation have been completed upon acreage committed to this unit, and that the participating area for the Mesaverde formation is accordingly expanded. The well data upon which this fifth expansion is based is as follows:

SAN JUAN 29-5 MESAVERDE WELL #9-26

LOCATION:

1605' from south line and 985' from west line of Sec. 26, T 29 N, R 5 W, N.M.P.M.

ELEVATION:

7174.4' (grd.)

SPUD DATE:

July 12, 1955

CASING:

10 3/4" cemented at 224' with 150 sx 7 5/8" cemented at 4264' with 185 sx 5 1/2" cemented at 6523' with 125 sx

TOTAL DEPTH:

65231

Page Two.
Fifth Expansion - Mesaverde
San Juan 29-5 Unit #14-08-001-432

November 8, 1955

DRILLING METHODS:

Drilled with mud to 7 5/8" casing point; drilled with air from 7 5/8" casing point to 6013'; drilled with gas from

6013' to total depth.

COMPLETION METHOD:

Perforated 5 1/2" casing and sand-oil fraced Cliff House intervals from 5978' to 6018' and Menefee intervals from 6068' to 6300' and Point Lookout

intervals from 6322' to 6482'

TUBING:

2" hung at 6482'

COMPLETION TEST DATA

DATE:

September 12, 1955

SHUT-IN-PERIOD:

10 days

FINAL SHUT-IN-PRESSURES:

Tubing 787 # Casing 1008 #

RATE BY PITOT TUBE AFTER

3 HOUR BLOW DOWN:

1616 Mcfgpd

SAN JUAN 29-5 MESA WEIL #11-19

LOCATION:

1750' from south line and 1550' from west line of Sec. 19, T 29 N, R 5 W, N.M.P.M.

ELEVATION:

6690.0' (grd.)

SPUD DATE:

August 10, 1955

CASING:

10 3/4" cemented at 216' with 150 sx 7 5/8" cemented at 3624' with 185 sx 5 1/2" cemented at 5979' with 125 sx

TOTAL DEPTH:

5979'

DRILLING METHODS:

Drilled with mud to 7.5/8" casing point Drilled with gas from 7.5/8" casing

point to total depth

Page Three.
Fifth Expansion - Mesaverde
San Juan 29-5 Unit #14-08-001-437

COMPLETION METHOD:

Perforated 5 1/2" casing and sand-oil fraced Cliff House intervals from 5458' to 5500', Menefee intervals from 5530' to 5747' and Point Lookout intervals from 5796' to 5963'

TUBING:

2" hung at 5945'

COMPLETION TEST DATA

DATE:

September 14, 1955

SHUT-IN-PERIOD:

7 days

FINAL SHUT-IN-PRESSURES:

Tubing 940 # Casing 1062 #

RATE BY PITOT TUBE AFTER 3 HOUR BLOW DOWN:

8,880 Mcfgpd.

San Juan 29-5 Mesa Well #9-26 is located upon the drilling block described as the W/2 of Section 26, Township 29 North, Range 5 West, N.M.P.M. and San Juan 29-5 Mesa Well #11-19 is located upon the drilling block described as the W/2 of Section 19, Township 29 North, Range 5 West, N.M.P.M. These drilling blocks are hereby admitted to the participating area. In addition, an intervening drilling block described as the E/2 of Section 27, Township 29 North, Range 5 West, N.M.P.M. is created by the completion of Mesa Well #9-26 and the previous completion of Mesa Well #6-27 located upon the drilling block described as the W/2 of Section 27, Township 29 North, Range 5 West, N.M.P.M. This intervening drilling block is hereby admitted to the Mesaverde Participating Area in accordance with the provisions of Section 11 of San Juan 29-5 Unit Agreement.

Attached is Schedule VI, showing the Fifth Expanded Participating Area for the Mesaverde Formation of San Juan 29-5 Unit area. This describes the expanded participating area and shows the percentage of unitized substances allocated to each unitized tract.

Copies of this letter and schedule are being sent to all working interest owners within San Juan 29-5 Unit.

Very truly yours,

PACIFIC MORTHWEST PIPELINE CORPORATION

R. N. Richey, Manager

Land Department

DLA: jce Attachment

MAIN OFFICE COC PHILLIPS PETROLEUM COMPANY

10th Floor West Wing Phillips Building

June 23, 1954

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

San Juan 29-5 Unit, #14-08-001-437 Rio Arriba County, New Mexico THIRD REVISION OF MESAVERDE PARTICIPATING AREA. Effective June 1, 1954

Gentlemen:

Pursuant to Section 11 (a) of the San Juan 29-5 Unit Agreement, approved November 21, 1952, Phillips Petroleum Company, as Unit Operator, has determined as of May 6, 1954, that a fourth well capable of producing unitized substances in paying quantities from the Mesaverde formation has been completed upon acreage committed to this Unit and that the participating area for the Mesaverde formation is accordingly expanded. The well data upon which this third revision is based is as follows:

WELL DESIGNATION: San Juan 29-5 Mesa Well #5-33X

LOCATION: 1050' from north line and 1090' from east line of

Section 33-T29N-R5W, N.M.P.M.

6734' (D.F.) **ELEVATION:**

SPUD DATE: April 1, 1954

CASING: 9 5/8" cemented at 169 with 150 sx

7" cemented at 5470' with 750 sx

60201 TOTAL DEPTH:

DRILLING METHODS: Conventional rotary to 7" casing point; Mesaverde drilled with gas

COMPLETION METHOD: Sand-oil fraced Cliff House interval 5512'-5640' with 1500 gallons

#2 diesel oil and 12,000# sand. Sand-oil fraced Point Lookout interval 5700'-6020' with 14,600 gallons #2 diesel oil and 13,100#

sand.

June 23, 1954

TUBING:

2" hung 59991

COMPLETION TEST DATA

DATES

May 6, 1954

SHUT-IN PERIOD:

7 days

FINAL SHUT-IN

Tubing 992#

PRESSURES:

Casing 1030#

RATE BY PITOT TUBE AFTER 3 HOUR BLOW

DOWN:

2997 MCFGPD

WORKING PRESSURE:

601# on casing

The Drilling Block upon which this well is located is described as the E/2 of Section 33-T29N-R5W, N.M.P.M. and is designated #66 on the attached unit plat.

Attached are schedules showing lands and leases committed and the ownership thereof, together with schedule of allocation of production from the expanded participating area. An indexed plat designating by number each Drilling Block within the unit area and indicating those which have been admitted to the Participating Area is also attached. These attachments are listed as follows:

- 1. Schedule IV Third revised Mesaverde Participating Area.
- 2. Exhibit "A" Schedule of leases and ownerships for third revised Mesaverde Participating Area.
- 3. Exhibit "B" Schedule of allocation of production from third revised Mesaverde Participating Area.
- 4. Exhibit "C" Plat showing Drilling Blocks by number and date of inclusion into the Participating Area.

Very truly yours

PHILLIPS PETROLEUM COMPANY

Unit Operator

R. N. Richey - San Juan Division

Registered RNR:pw Distribution list attached cc: Manager - Bureau of Land Management El Paso Natural Gas Company Sunray Cil Corporation Southern Petroleum Exploration, Inc. General American Oil Company of Texas Stanolind Oil and Gas Company Messrs. P. T. McGrath

Tom Bolack

A. M. Rippel

R. B. Stewart

L. E. Fitzjarrald

D. E. Fryhofer

G. L. Sneed

H. E. Koopman

R. E. Parr

R. L. Powell

R. L. Pulsifer (3)

E. R. Holt

D. M. McBride

F. D. Smythe (2)

G. P. Bunn

P. B. Cordry

T. E. Smiley (2)

E. A. Humphrey (3)

K. E. Beall

M. A. Tippie F. R. Burgess

S. E. Redman

G. E. Benskin

W. M. Freeman

Val Reese

R. B. Edmundson

SCHEDULE IV THIRD REVISION MESAVERDE PARTICIPATING AREA SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE JUNE 1, 1954

NEW MEXICO PRINCIPAL MERIDIAN

Township 29 North, Range 5 West

Sec. 6: Sec. 17: W/2

W/2

Sec. 27: W/2

Sec. 33: E/2

The working interest under leases on the above described lands which have been committed to the Unit is vested:

> Phillips Petroleum Company 56.257518% 24.995704% Tom Bolack 18.746778% El Paso Natural Gas Company

Royalties are payable on production from these lands to the Government under the provisions of Federal leases:

> New Mexico 011348 New Mexico 01.1349 New Mexico 011350 Santa Fe 078281 Santa Fe 078305 Santa Fe 078410

The United States of America owns one-eighth (1/8) royalty interest in the above Federal leases

- A schedule, marked Exhibit "A", showing leases included in Attached find: (1)the third revised participating area.
 - A schedule, marked Exhibit "B", a recap of committed acreage in the third revised participating area.
 - (3) An indexed plat, marked Exhibit "C", showing Drilling Blocks designated by number and effective date of inclusion in participating area.

EXHIBIT "A"

THIRD REVISION MESAVERDE PARTICIPATING AREA

SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE JUNE 1, 1954

Tract #2 in Exhibit "B" of Unit Agreement

Lessee:

Phillips Petroleum Company

Serial Number:

Santa Fe 078281

Lease Description:

T 29N - R 5W Sec. 17: W3

Amount of Acreage:

320.00 acres

Percentage of Participation:

24.995704%

Overriding Royalties: Royaltys

4.00%

.999828%

U.S.A. 12.5%

3.124463%

Operating Rights:

Phillips Petroleum Company - 100%

20.871413%

San Juan 29-5 Mesa Well #1-17

Tract #4 in Exhibit "B" of Unit Agreement

Lessee:

Phillips Petroleum Company

Serial Number:

Santa Fe 078305

Lease Description:

T 29N - R 5W Sec. 6: SW

Amount of Acreage:

160.00 acres

Percentage of Participation:

12.497852%

Overriding Royalties:

5.0%

.624893%

Royalty:

U.S.A. 12.5%

1.562231% 10.310728%

Operating Rights: San Juan 29-5 Mesa Well #4-6 Phillips Petroleum Company - 100%

Tom Bolack

Lessee: Serial Number:

New Mexico Oll348

Tract #4a in Exhibit "B" of Unit Agreement

Lease Description:

 $\frac{\text{T } 29\text{N} - \text{R } 5\text{W}}{\text{Sec. } 33\text{: W}/2 \text{ NE}/4}$

Amount of Acreage:

80.00 acres

Percentage of Participation:

6.248926%

Overriding Royalties:

5.0%

.312446%

Royaltys

U.S.A. 12.5% Tom Bolack

.781116%

Operating Rights:

50.0% 50.0% 2.577682% 2.577682%

El Paso Natural Gas Co. San Juan 29-5 Mesa Well #5-33X

Tract #6 in Exhibit "B" of Unit Agreement

Lessee:

Phillips Petroleum Company

Serial Number:

Santa Fe 078410

T 29N - R 5W

Lease Description: Amount of Acreages

Sec. 6: Lots 1,2,3,4, S2N2, SE4 160.22 acres

Percentage of Participation:

12.515036%

Overriding Royalty:

5.0%

.625752%

Royalty:

U.S.A. 12.5% Phillips Petroleum Company - 100%

1.564380%

10.324904%

Operating Rights: San Juan 29-5 Mesa Well #4-6

6-21-54 DNC : pw

Tract #16a in Exhibit "B" of Unit Agreement

Tom Bolack Lessee:

New Mexico Oll349 Serial Number:

T 29N - R 5W Lease Description:

Sec. 27: SW 160.00 acres Amount of Acreage:

Percentage of Participation: 12.497852%

.624893% Overriding Royalties: 5.0% 1.562231% U.S.A. 12.5% Royalty:

Operating Rights: El Paso Natural Gas Co. - 50.0% 5.155364% Tom Bolack - 50.0% 5.155364%

San Juan 29-5 Mesa Well #6-27

Tract #16b in Exhibit "B" of Unit Agreement

Lessee: Tom Bolack

Serial Number: New Mexico 011349

T 29N - R 5W Lease Description:

Sec. 27: S2NW4 80.00 acres Amount of Acreage:

6.248926% Percentage of Participation:

.781116% U.S.A. 12.5% Royalty: Tom Bolack - 100% 5.467810% Operating Rights:

San Juan 29-5 Mesa Well #6-27

Tract #17a in Exhibit "B" of Unit Agreement

Hazel Bolack Serial Number: New Mexico Oll350

Lease Description: T 29N - R 5W

Sec. 33: EZEZ, WZSEZ

240.00 acres Amount of Acreage:

18.746778% Percentage of Participation: Overriding Royalties: 5.0% •937339% 2.343347% U.S.A. 12.5% Royalty:

- 50**.0%** Operating Rights: Tom Bolack 7.733046% El Paso Natural Gas Co. - 50.0% 7.733046%

San Juan 29-5 Mesa Well #5-33X

Tract #38 in Exhibit "B" of Unit Agreement

Phillips Petroleum Company Lessee:

T 29N - R 5W Lease Description:

Sec. 27: NaNW4 80.00 acres Amount of Acreage:

6.248926% Percentage of Participation: Royalty: Edith H. Payne & Carroll T. Payne - 6.25% .390558%

Horace F. McKay Jr. & Elmyra K. McKay - 6.25% •39055**8%** Phillips Petroleum Company - 100% 5.467810% Operating Rights:

San Juan 29-5 Mesa Well #6-27

EXHIBIT "B"

THIRD REVISION MESAVERDE PARTICIPATING AREA

SAN JUAN 29-5 UNIT

RIO ARRIBA COUNTY, NEW MEXICO

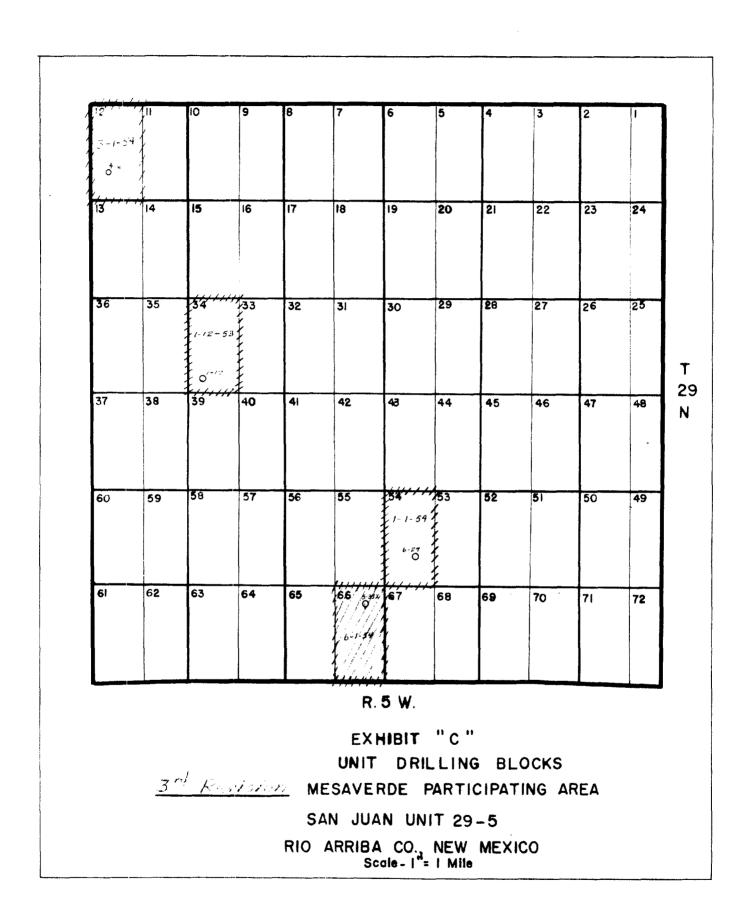
EFFECTIVE JUNE 1, 1954

THIRD	REVISED PA	HIRD REVISED PARTICIPATING AREA		INTEREST	WORKING INTEREST PARTICIPATION	ROYALTY	ROYALTY PARTICIPATION	ORRI	ORRI PARTICIPATION	W. I. OWNER
Tract	Area	Committed	Tract		% of		% O.	,	% of	
No.	Acres	Acres	Participation	P;Q	Production	88	Production	512	Production	
N	320,00	320,00	24.995704%	83.5%	20.871413%	12.50%	3.124463%	4.00%	.999828%	Phillips Petroleum Company
-3	160,00	00.03	12,497852%	82.5%	10,310728%	12.50%	1.562231%	5.00%	.624893%	Phillips Petroleum Company
. ୁ ସ	80,08	8	6.248926%	82.5%	2.577682%	12,50%	.390558%	5.00%	.156223%	Tom Bolack
ŀ	•				2.5776828				.156223%	El Paso Natrual Gas Company
vo	1,60,22	160,22	12,515036%	82.5%	10,324,904%	12.50%	1.564380%	5,00%	.625752%	Phillips Petroleum Company
163	160,00	160,00	12,497852%	82,54	5.155364%	12.50%	.781116%	5.00%	312446%	Tom Bolack
					5.155364%		.781115%		.3124478	El Paso Natural Cas Company
16b	80.00	80,08	6.248926%	87.5%	5.467810%	12.50%	,781116%	þ	0	Tom Bolack
17a	240,00	240,00	18,746778%	82.5%	7.733046%	12.50%	1.171673%	5.00%	%01,58670%	Tom Bolack
					7.733046%		1.171674%		\$699894.	El Paso Natural Gas Company
38	80.00	80°00	6.248926%	87.5%	5.467810%	12.50%	,781116%	-0-	†	Phillips Petroleum Company
	1,280,22	1,280,22	100,000000%		83.374849%	•	12,50000%		4.125151\$	
	Ľ ľ	TOTAL COMMITTED					TOTAL	NET PER	TOTAL NET PERCENTAGE OF PARTICIPATION	TICIPATION

Phillips Petroleum Company Tom Bolack	Kl Faso Natural Gas Company Royalty Owners Overriding Royalty Owners	
Percentage	93.751074 % 6.24892 6%	100.00000%
Acres	1,200.22	1,280,22
ral Lands		

46.974855% 20.933902% 15.466092% 12.500000% 4.125151%

100,000000%



Participating Area

Drilling Blocks Added To Participating
Area By This Revision

Effective Date Of Inclusion Is Shown On Each
Drilling Block Admitted To Participating Area.

MAIN OFFICE OCC

ILLIPS PETROLEUM COMPANY

10th Floor West Wing - Phillips Building BARTLESVILLE, OKLAHOMA

May 4, 1954

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe. New Mexico

San Juan 29-5 Unit, #14-08-0()1-437 Rio Arriba County, New Mexico SECOND REVISION OF MESAVERDE PARTICIPATING AREA.

Effective March 1, 1954

Gentlemen:

By letter dated April 13, 1954, this office circulated Schedule III, being the second revision of the Mesaverde participating area for San Juan 29-5 Unit. This is to advise the description of Tract #6 of Exhibit "A" attached to that schedule was erroneously shown as containing Lots 1, 2, 3 and 4, S/2 N/2, SE/4 Section 6-29N-5W. The correct description of this tract should be shown as Lots 3, 4, S/2 NW/4 Section 6-29N-5W.

Please note your Exhibit "A" accordingly.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

Richey - San Jug

Unit Operator

RNR: RBE:wg

cc: Manager - Bureau of Land Management

El Paso Natural Gas Company

General American Oil Company of Texas

Sunray Oil Corporation

Southern Petroleum Corporation, Inc.

Stanolind Oil and Gas Company

Messrs. Tom Bolack

E. R. Holt

P. T. McGrath A. M. Rippel

D. M. McBride F. D. Smythe (2)

R. B. Stewart

G. P. Bunn

L. E. Fitzjarrald

P. B. Cordry

D. E. Fryhofer

T. E. Smiley (2)

G. L. Sneed

E. A. Humphrey (3)

H. E. Koopman

M. A. Tippie

R. E. Parr

J. W. Mims

R. L. Powell

S. E. Redman

R. L. Pulsifer (3) G. E. Benskin

W. M. Freeman Val Reese

K. E. Beall

MAIN OFFICE OCC

PHILLIPS PETROLEUM COMPANY 10th Floor West Wing - Phillips Burgings 15

M 8:45

BARTLESVILLE, OKLAHOMA April 13, 1954

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

San Juan 29-5 Unit, #14-08-001-437

Rio Arriba County, New Mexico SECOND REVISION OF MESAVERDE

PARTICIPATING AREA.

Effective March 1, 1954

Gentlemen:

Pursuant to Section 11 (a) of the San Juan 29-5 Unit Agreement, approved November 21, 1952, Phillips Petroleum Company, as Unit Operator, has determined as of February 22, 1954, that a third well capable of producing unitized substances in paying quantities from the Mesaverde formation has been completed upon acreage committed to this unit and the Participating Area for the Mesaverde formation is accordingly expanded. The well data upon which this second revision is based is as follows:

WELL DESIGNATION: San Juan 29-5 Mesa Well #4-6

LOCATION:

990' from west line and 1650' from south line of

Section 6-T29N-R5W, N.M.P.M.

ELEVATION:

6573' (D.F.)

SPUD DATE:

August 11, 1953

CASING:

13 3/8" cemented at 255' with 300 sx 9 5/8" cemented at 3635' with 300 ax 7" cemented at 5961' with 500 sx

TOTAL DEPTH:

59631

DRILLING METHODS: Conventional to 7" casing point; Mesaverde drilled with gas

COMPLETION METHOD: Gum and jet perforations 7" casing selected intervals from 5364' to 5806'. Treated with acid and Petrofrac.

TUBING:

1 1/4" and 1" hung 5903'; includes 20' perforated

COMPLETION TEST DATA

DATE:

February 2, 1954

SHUT-IN:

12 days

FINAL SHUT-IN PRESSURES:

Tubing 1132# Casing 1132#

RATE BY PITOT TUBE AFTER 3 HOUR BLOW

DOWN:

794.4 MCFGPD

WORKING PRESSURE:

615# on casing

The Drilling Block upon which this well is located is described as the W/2 Section 6-29N-5W, N.M.P.M., and is designated No. 12 on the attached Unit plat.

Attached are schedules showing lands and leases committed and the ownership thereof, together with schedule of allocation of production from the expanded Participating Area. An index plat designating by number each Drilling Block within the Unit Area and indicating those which have been admitted to the Participating Area is also attached. These attachments are listed as follows:

- 1. Schedule III Second Revised Mesaverde Participating Area.
- Exhibit "A" Schedule of leases and ownerships for Second Revised Mesaverde Participating Area.
- 3. Exhibit "B" Schedule of allocation of production from Second Revised Mesaverde Participating Area.
- 4. Exhibit "C" Plat showing Drilling Blocks by number and date of inclusion in Participating Area.

Very truly yours

PHILLIPS PETROLEUM COMPANY Unit Operator

Richey - San Juan Division

Registered RNR:wg

cc: Manager - Bureau of Land Management

El Paso Natural Gas Company

General American Oil Company of Texas

Sunray Oil Corporation

Southern Petroleum Exploration, Inc.

Stanolind Oil and Gas Company

Messrs. Tom Bolack

H. E. Koopman

G. P. Bunn

G. E. Benskin

P. T. McGrath

R. E. Parr

P. B. Cordry

W. M. Freeman

A. M. Rippel

R. L. Powell

T. E. Smiley (2)

Val Reese R. L. Pulsifer (3) E. A. Humphrey (3) R. B. Edmundson

R., B. Stewart L. E. Fitzjarrald

E. R. Holt

M. A. Tippie J. W. Mims

D. E. Fryhofer

D. M. McBride

SCHEDULE III SECOND REVISION MESAVERDE PARTICIPATING AREA SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE MARCH 1, 1954

NEW MEXICO PRINCIPAL MERIDIAN Township 29 North, Range 5 West

Sec. 6: W/2 Sec. 17: W/2 Sec. 27: W/2

The working interest under leases on the above described lands which have been committed to the Unit is vested:

Phillips Petroleum Company 75.005728% Tom Bolack 16.662848% El Paso Natural Gas Company 8.331424%

Royalties are payable on production from these lands to the Government under the provisions of Federal leases:

New Mexico 011349 Santa Fe 078281 Santa Fe 078305 Santa Fe 078410

The United States of America owns one-eighth (1/8) royalty interest in the above Federal leases.

Attached find: (1) A schedule, marked Exhibit "A", showing leases included in the second revised participating area.

(2) A schedule, marked Exhibit "B", a recap of committed acreage in the second revised participating area.

EXHIBIT "A" SECOND REVISION MESAVERDE PARTICIPATING AREA SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE MARCH 1, 1954

Tract #2 in Exhibit "B" of Unit Agreement

Lessee: Phillips Petroleum Company Serial Number: Santa Fe 078281 Lease Description: T 29N - R 5W

Amount of Acreage: 320.00 Acres

Percentage of Participation: Overriding Royalties: 4.00% Royalty: U.S.A. Operating Rights: 12.50%

Phillips Petroleum Company 100%

San Juan 29-5 Mesa Well #1-17

Tract #4 in Exhibit "B" of Unit Agreement

33.325696%

1.333028%

4.165712%

27.826956%

16.662848%

13.746850%

16.685760%

.834288%

2.085720%

13.765752%

16.662848%

.833142%

2.082856%

.833142% 2.082856%

Lessee: Phillips Petroleum Company Serial Number: Santa Fe 078305 Lease Description: T 29N - R 5W Sec. 6: SW#

Amount of Acreage: 160.00 Acres Percentage of Participation:

Overriding Royalties: 5.0% Royalty: U.S.A. 12.5% Operating Rights:

Phillips Petroleum Company 100%

San Juan 29-5 Mesa Well #4-6

Tract #6 in Exhibit "B" of Unit Agreement

Lessee: Phillips Petroleum Company Serial Number: Santa Fe 078410 Lease Description: T 29N - R 5W

Sec. 6: Lots 1,2,3,4, Sana, SEL

Amount of Acreage: 160.22 Acres Percentage of Participation:

Overriding Royalty: 5.0% Royalty: U.S.A. 12.5% Operating Rights:

Phillips Petroleum Company 100%

12.5%

San Juan 29-5 Mesa Well #4-6

Tract #16a in Exhibit "B" of Unit Agreement

Lessee: Tom Bolack

Serial Number: New Mexico 011349 Lease Description: T 29N - R 5W Sec. 27: SW4 **
Amount of Acreage: 160.00 Acres

Percentage of Participation: Overriding Royalties: 5.0%

Royalty: U.S.A. Operating Rights:

El Paso Natural Gas Company 50.0% 6.873425% Tom Bolack 50.0% 6.873425%

San Juan 29-5 Mesa Well #6-27

Tract #16b in Exhibit "B" of Unit Agreement

Lessee: Tom Bolack

Serial Number: New Mexico Oll349
Lease Description: T 29N - R 5W
Sec. 27: SZNW4

Amount of Acreage: 80.00 Acres

Percentage of Participation: Royalty: U.S.A. 12.5% Operating Rights: 8.331424% 1.041428%

Tom Bolack 100% 7.289996%

San Juan 29-5 Mesa Well #6-27

Tract #38 in Exhibit "B" of Unit Agreement

Lessee: Phillips Petroleum Company Lease Description: $\frac{\text{T } 29\text{N} - \text{R } 5\text{W}}{\text{Sec. } 27: \text{N}_{2}^{2}\text{Nw}_{4}^{1}}$

Amount of Acreage: 80.00 Acres

Percentage of Participation: 8.331424%

Royalty: Edith H. Payne & Caroll T. Payne 6.25%
Horace F. McKay Jr. & Elmyra K. McKay 6.25% 1.041428%

Operating Rights:

Phillips Petroleum Company 100% 7.289996%

San Juan 29-5 Mesa Well #6-27

EXHIBIT "B"
SECOND REVISION MESÄVERDE PARTICIPATING AREA
SÄN JUAN 29-5 UNIT
RIO ARRIBA COUNTY, NEW MEXICO
EFFECTIVE MARCH 1, 1954

3	3.833600%		12.500000%		83.666400%		%0000000.00T	960.22	TOTAL 960.22	TOTAL
Tom Bolack Tom Bolack Phillips Petroleum Compan	-0- -0- \$17,5914*	66	1.041428%	12.5% 12.5%	7.289996% 7.289996%	87.500% 87.500%	8.331424 ,8 8.331424 ,8	80.00	80.00 00	98 38
		5.0%	2.085720%	12.5%	13.765752% 6.873425%	82.500% 82.500%	16.685760% 16.662848%	160.22	160.22	6 16a
0404	بر	5.0%	4.16571 2% 2.082856 %	12.5%	27.826956% 13.746850%	83,500 % 82,500 %	33.32569 6% 16.66284 8%	320.00 160.00	320.00 160.00	N 4
1	% of Production	88	Froduction	28	Froduction	38	Participation	Acres	Area Acres	No.
N W. I. OWNER	ORRI FARTICIPATION	ORRI	N	ROYALTY FA	PARTICIPATION	WORKING INTEREST PARTICIPATION		SECOND REVISED FARTICIPATING AREA	SECOND REV	S

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Acres 880.22 91.668576% 80.00 8.3314,24% 960.22 100.000000%

Federal Lands Fee Lands

TOTAL NET PERCENTAGE OF PARTICIPATION

Overriding Royalty Owners	IOM BOIACK El Paso Natural Gas Company Rovalty Owners	Phillips Petroleum Company
3.833600%	6.873425% 12.500000%	62.629554%

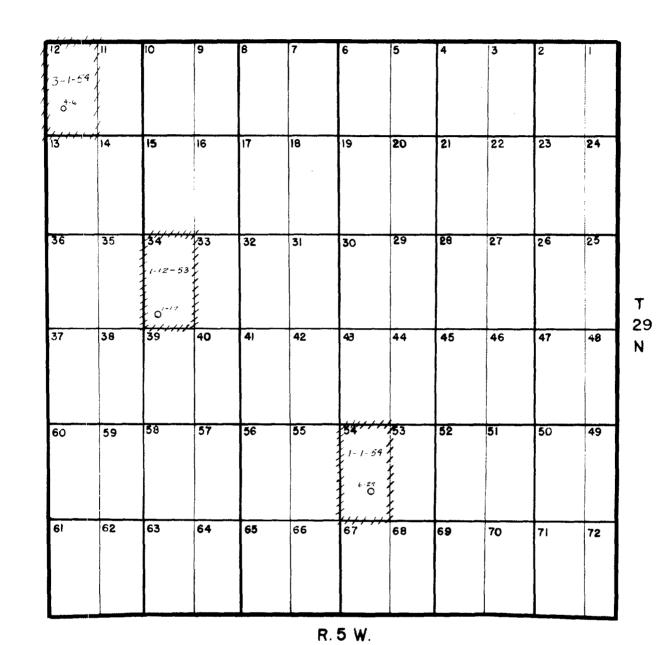


EXHIBIT "C" UNIT DRILLING BLOCKS 2nd Pavision MESAVERDE PARTICIPATING AREA

> SAN JUAN UNIT 29-5 RIO ARRIBA CO. NEW MEXICO Scale - 1"= 1 Mile

Participa	iting A	rea 🕽	,,,,		
		Added By This		rticipating on	
				Is Shown	On Each
Drilling	Block	Admitte	d To	Participati	ng Area.

11.

PHILLIPS PETROLEUM COMPANYAR 23 M 9:03

10th Floor West Wing Phillips Building BARTLESVILLE, OKLAHOMA

March 23, 1954

Re: San Juan 29-5 Unit Mesa #1-17 Well Determination of Effective Date for Initial Participating Area

Director United States Geological Survey Department of the Interior Washington, D. C.

Commissioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Gentlemen:

Pursuant to a recent directive, the effective date of an initial participating area is to be the date of first production which has been determined to be the date the well was completed. In accordance with the above, this is to advise you of our determination regarding the effective date of first production for the initial participating area of the Mesaverde formation for the San Juan 29-5 Unit #1-17 well.

This well was completed on January 12, 1953, thus according to the above noted directive from your office, the effective date of this participating area for the Mesaverde formation is January 12, 1953.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

Unit Operator

Juan Division

RNR: RBE:wg cc: See attached Copies of the foregoing letter have been sent to the following:

Manager - Bureau of Land Management Sunray Oil Corporation El Paso Natural Gas Company Southern Petroleum Exploration, Inc. General American Oil Company of Texas Stanolind Oil & Gas Company Mr. Tom Bolack Mr. P. T. McGrath JAN 2 8 1954 PHILLIPS PETROLEUM COMPANY

10th Floor West Wing - Phillips Building BARTLESVILLE, OKLAHOMA

January 22, 1954

Regional Supervisor United States Geological Survey Department of the Interior Roswell, New Mexico

The Land of the

Commussioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Oil Conservation Commission of the State of New Mexico
Capital Annex Building
Santa Fe, New Mexico

Re: San Juan 29-5 Unit, #14-08-001-437
Rio Arriba County, New Mexico
FIRST REVISION OF MESAVERDE
PARTICIPATING AREA
Effective January 1, 1954

Gentlemen:

Pursuant to Section 11 (a) of the San Juan 29-5 Unit Agreement, approved November 21, 1952, Phillips Petroleum Company, as Unit Operator, has determined as of December 29, 1953, that a second well capable of producing unitized substances in paying quantities from the Mesaverde formation has been completed upon acreage committed to this unit and the participating area for the Mesaverde formation is accordingly expanded.

The well data upon which the expansion is based is as follows:

WELL DESIGNATION: San Juan 29-5 Mesa Well #6-27 (formerly El Paso Natural Gas

Company's #1-D Bolack)

LOCATION: 1580' north from south line and 1650' east from west line of

Section 27-29N-5W, N.M.P.M.

ELEVATION: 6809' (DF)

SPUD DATE: September 30, 1953

CASING: 9 5/8" cemented at 162' with 125 sx

7" cemented 5510' with 500 sx

TOTAL DEPTH: 6134'

DRILLING METHODS: Conventional to casing point: Mesaverde drilled with gas

SHOT: Interval 5994'-6134', with 1540 quarts SNG

TUBING: 2" hung at 6057'

COMPLETION TEST DATA

DATE:

December 29, 1953

SHUT-IN PERIOD:

18 days

FINAL SHUT-IN

Tubing 972#

PRESSURES:

Casing 972#

RATE BY PITOT TUBE AFTER 3 HOUR OPEN

BLOW DOWN:

1,790 MCFGPD through casing

WORKING PRESSURE: 28# on tubing

The one-half section Drilling Block upon which this well is located is described as the W/2 of Section 27-29N-5W, N.M.P.M., Rio Arriba County, New Mexico.

Attached are the following schedules showing lands and leases committed and the ownership thereof together with schedule of allocation of production from the expanded participating area.

- 1. Schedule II First expanded Mesaverde participating area.
- 2. Exhibit "A" Schedule of leases and ownership for first expanded Mesaverde participating area.
- 3. Exhibit "B" Schedule of allocation of production from first expanded Mesaverde participating area, effective January 1, 1954.

Yours very truly

PHILLIPS PETROLEUM COMPANY Unit Operator

Registered

RNR : pw

ec: Manager - Bureau of Land Management Sunray Oil Corporation El Paso Natural Gas Company Southern Petroleum Exploration, Inc. General American Oil Company of Texas Stanolind Oil and Gas Company

Messrs: P. T. McGrath

Tom Bolack

A. M. Rippel

R. B. Stewart

L, E. Fitzjarrald

E, M. Gorence

G. L. Sneed

H. E. Koopman

R. E. Parr

R. L. Powell

E. R. Holt

D. M. McBride

F. D. Smythe (2)

G. P. Bunn

P. B. Cordry

R. L. Pulsifer (3)

T. E. Smiley (2)

S. E. Redman

E. A. Humphrey (3

M. A. Tippie

J. W. Mims

G. E. Benskin

W. M. Freeman

Val Reese

R. A. Wolgast

SCHEDULE II FIRST EXPANDED PARTICIPATING AREA FOR MESAVERDE FORMATION SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE JANUARY 1, 1954

New Mexico Principal Meridian

Township 29 North, Range 5 West

Sec. 17: W/2 Sec. 27: W/2

The working interest under leases on the above described lands which have been committed to the Unit is vested:

Phillips Petroleum Company 62.50%
Tom Bolack 25.00%
El Paso Natural Gas Company 12.50%

Royalties are payable on production from these lands to the Government under the provisions of Federal leases:

New Mexico Oll349 Santa Fe 078281

The United States of America owns one-eighth (1/8) royalty interest in the above federal leases.

Attached find: (1) A schedule, marked Exhibit "A", showing leases included in the first expanded participating area.

(2) A schedule, marked Exhibit "B", a recap of committed acreage in first expanded participating area.

EXHIBIT "A"

FIRST EXPANDED PARTICIPATING AREA FOR MESAVERDE FORMATION SAN JUAN 29-5 UNIT

RIO ARRIBA COUNTY, NEW MEXICO EFFECTIVE JANUARY 1, 1954

Tract #2 in Exhibit "B" of Unit Agreement

Lessee: Phillips Petroleum Company Serial Number: Santa Fe 078281

Lease Description: Township 29 North, Range 5 West

Sec. 17: W/2

Amount of Acreage: 320.00 acres

Percentage of Participation 50.0000% Overriding Royalties: 4.00% 2.0000% Royalty: U.S.A. 12.50% 6.2500%

Operating Rights:

Phillips Petroleum Company 100.00% 41.7500%

San Juan 29-5 Mesa Well #1-17

Tract #16a in Exhibit "B" of Unit Agreement

Lessee: Tom Bolack

Serial Number: NM 011349

Lease Description: Township 29 North, Range 5 West

Sec. 27: SW/4

Amount of Acreage: 160.00 acres

Percentage of Participation: 25.0000% 1.2500% Overriding Royalties: 5.00% Royalty: U.S.A. 12.50% 3.1250%

Operating Rights:

El Paso Natural Gas Company 50.00% 10.3125% Tom Bolack 50.00% 10.3125%

San Juan 29-5 Mesa Well #6-27

Tract #16b in Exhibit "B" of Unit Agreement

Lessee: Tom Bolack

Serial Numbers NM 011349

Lease Description: Township 29 North, Range 5 West Sec. 27: S/2 NW/4

Amount of Acreage: 80.00 acres

Percentage of Participation: 12.5000% Royalty: U.S.A. 12.5% 1.5625%

Operating Rights:

Tom Bolack 100.00% 10.9375%

San Juan 29-5 Mesa Well #6-27

Tract #38 in Exhibit "B" of Unit Agreement

Lessee: Phillips Petroleum Company

Lease Description: Township 29 North, Range 5 West

Sec. 27: N/2 NW/4

Amount of Acreage: 80.00 acres Percentage of Participation:

12.5000% 6.25%

Royalty: Edith H. Payne & Caroll T. Payne Horace F. McKay Jr. & Elmyra K. McKay

1.5625%

Operating Rights:

Phillips Petroleum Company 100.00% 10.9375%

San Juan 29-5 Mesa Well #6-27

3 Fages, Fage 3

EXHIBIT "B"
FIRST EXFANDED MESAVERDE FARTICIFATING AREA
SAN JUAN 29-5 UNIT
RIO ARRIBA COUNTY, NEW MFXICO
EFFECTIVE JANUARY 1, 1954

	FIRST EXE	PIRST EXFANDED PARTICIPATING AREA	ATING AREA	WORKING INT	MORKING INTEREST PARTICIFATION	ROYALMY	ROYALTY PARTICIPATION	OPRT PARTICIE APTON	NOTTE ATTOM	W.T. OWNER
Tract No.	Área Acres	Committed Acres	Tract Participation	be	% of Production	79	% of Production	% Proc	\$ of Production	110.44
8	320.00	320.00	50,0000%	83.5000%	41.7500%	12.5%	6,2500%	4.0% 2.	2.0000%	Phillips Petroleum Company
16a	160.00	160.00	25.0000%	82,5000%	10.3125% 10.3125%	12.5%	3.1250%	5,0%	1.2500%	El Paso Natural Gas Company Tom Bolack
16b	80,00	80.00	12,5000%	87.5000%	10.9375%	12.5%	1.5625%	ı	ı	Tom Bolack
38	80.00	80.08	12,5000%	87.5000%	10.9375%	12.5%	1.5625%	ı	1	Phillips Petroleum Company
TOTAL	TOTAL 640.00	00*079	100.000%		84.2500%		12,5000%	σ.	3.2500%	
Feder Fee I	Federal Lands Fee Lands	TOTAL COMMITTED	Acres 560.00 80.00 640.00	Percentage 87.50000% 12.50000% 100.00000%			TOTAL NET PERC Phillips Petro Tom Bolack El Paso Natura Royalty Owners Overriding Roy	TOTAL NET PERCENTAGE OF FARTICIPATION Phillips Petroleum Company 5 Tom Bolack El Paso Natural Gas Company 1 Royalty Owners Overriding Royalty Owners	ARTICIPATI V 1y	10. 52.68758 21.25008 10.31258 12.50008 3.25008

PHILLIPS PETROLEUM COMPA

BARTLESVILLE, OKLAHOMA

LAND AND GEOLOGICAL DEPARTMENT

C. O. STARK, VICE PRESIDENT

D. E. LOUNSBERY, CHIEF GEOLOGIST

D. C. HEMSELL, MGR. LAND DIVISION

W. B. WEEKS, MGR. GEOLOGICAL SECTION

A J. HINTZE, MGR. EXPLORATION SECTION

October 26, 1953

San Juan 29-5 Unit

Unit No. 14-08-001-437 Rio Arriba County.

OIL COMSELENCE OF THE SANTA EX COLOR SANTA FE 11

New Mexico.

Regional Supervisor United States Geological Survey Department of the Interior Post Office Building Roswell, New Mexico

Commissioner of Public Lands of the State of New Mexico Capital Annex Building Santa Fe. New Mexico

Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Gentlemen:

On February 20, 1953, you were furnished a "Schedule of Ownership and Allocation of Production From Initial Mesaverde Participating Area" for San Juan 29-5 Unit, Rio Arriba County, New Mexico. This schedule has been approved as follows:

- (1) Approved by Thomas B. Nolan, Acting Director United States Geological Survey, April 24, 1953.
- (2) Approved by E. S. Walker, Commissioner of Public Lands, State of New Mexico, October 16, 1953.
- (3) Approved by R. R. Spurrier for Oil Conservation Commission, State of New Mexico, October 16, 1953.

Your copy of the above referred to schedule should be noted to show these approvals.

Yours very truly,

PHILLIPS PETROLEUM COMPANY Unit Operator

RFR: RAW: rm

Copies of the foregoing letter have been sent to the following:

Working Interest Owners:

Three States Natural Gas Company (5)

Amerada Petroleum Corporation

Stanolind Oil and Gas Company

Southern Petroleum Exploration, Inc.

Sunray Oil Corporation

El Paso Natural Gas Company

Tom Bolack

Tevis F. Morrow

A. H. Meadows

N. B. Gerber

General American Oil Company of Texas

cc: Messrs.

- P. T. McGrath
- A. M. Rippel R. B. Stewart
- n. D. Stewart
- L. D. Fitzjarrald
- G. E. Benskin
- E. M. Gorence
- G. L. Sneed
- H. E. Koopman
- R. E. Parr
- R. L. Powell
- R. L. Pulsifer (3)
- E. R. Holt
- D. M. McBride
- F. D. Smythe (2)
- G. P. Bunn
- P. B. Cordry
- T. E. Smiley (2)
- S. E. Redman

Val Reese

- E. A. Humphrey (3)
- M. A. Tippie
- J. W. Mims

Merle Freeman

PHILLIPS PETROLEUM COMPANY CHER CARRIESTON

BARTLESVILLE, OKLAHOMA

10 W.W. Phillips Bldg. October 1, 1953

Re: San Juan 29-5 Unit No. 14-08-001-437 Rio Arriba County New Mexico ALLOCATION OF PRODUCTION FROM INITIAL PARTICIPATING AREA FOR MESAVERDE FORMATION.

LAND AND GEOLOGICAL DEPARTMENT

C. O. STARK, VICE PRESIDENT

D. E. LOUNSBERY, CHIEF GEOLOGIST

D. C. HEMSELL, MGR LAND DIVISION

W. B. WEEKS, MGR. GEOLOGICAL SECTION

A. J. HINTZE, MGR. EXPLORATION SECTION

E. S. Walker Commissioner of Public Lands State of New Mexico Capital Annex Building Santa Fe, New Maxico

R. R. Spurrier Oil Conservation Commission of the State of New Mexico Capital Annex Building Santa Fe, New Mexico

Gentlemen:

On February 20, 1953, you were furnished with a schedule of ownership for the initial participating area for the above numbered Unit consisting of the W/2 of Section 17-29N-5W. The Unit Agreement under Section 11a requires the approval by the Director, the Commission and the Commissioner of the schedule of ownership for the initial participating area. Attached are two (2) copies of the above referred to schedule dated February 20, 1953, and we will appreciate your indisating your approval on one of the schedules and return it to this office for our file. You have heretofore been advised that this schedule was approved by Thomas S. Nolan, Acting Director, United States Geological Survey on April 24, 1953.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

34

OIJ:wg Attach.

cc: Mr. G. E. Benskin

PHILLIPS PETROLEUM COMPANY

10th Floor West Wing KIA Phillips Building

1864 1953

ON MASERVATION GROWS STA

May 1, 1953

Re:

San Juan 29-5 Unit Mesa

No. 14-08-001-437

Rio Arriba County, New Mexico

ALLOCATION OF PRODUCTION FROM

INITIAL PARTICIPATING AREA FOR

MESAVERDE FORMATION

Oil Conservation Commission of the State of New Mexico State Capital Building Santa Fe, New Mexico

Dear Sir:

You were furnished with a copy of our letter of February 20, 1953, to the Director, United States Geological Survey, Department of the Interior, Washington, D. C., requesting approval of the initial participating area of 320 acres, being the W/2 of Section 17, Township 29 North, Range 5 West, on which San Juan 29-5 Mesa 1-17 Well was completed as a gas well on January 12, 1953. This application was approved by the Acting Director of the United States Geological Survey on April 24, 1953, and the effective date of the initial participating area is January 12, 1953.

Yours very truly,

PHILLIPS PETROLEUM COMPANY

R. F. ROOD

RFR:OIJ:ndb

PHILLIPS PETROLEUM COMPANY

10th Floor West Wing - Phillips Building
BARTLESVILLE, OKLAHOMA

February 20, 1953

Re: San Juan 29-5 Unit Mesa

No. 14-08-001-437 Rio Arriba County,

New Mexico

ALLOCATION OF PRODUCTION FROM INITIAL PARTICIPATING AREA FOR

MESAVERDE FORMATION

Director United States Geological Survey Department of the Interior Washington 25, D. C.

Dear Sir:

On January 16, 1953, we advised of a discovery of unitized substances in paying quantities upon this approved and existing unit in the following well located thereon:

Phillips Petroleum Company's San Juan 29-5 Mesa No. 1-17 Well, located in the SW/4 of Section 17, Township 29 North, Range 5 West, N.M.P.M., Rio Arriba County, New Mexico.

This well was completed on January 12, 1953, from the Mesaverde formation and was given a potential of 1,790 MCFGPD gauged with pitot tube after three hour blow down test.

The 320 acre Drilling Block upon which this well is located is committed to San Juan 29-5 Unit Agreement and pursuant thereto we attach the following:

- Schedule I Shows initial participating area for the Mesaverde formation as the W/2 of Section 17-T29N-R5W, N.M.P.M., Rio Arriba County, New Mexico, containing 320 acres, more or less.
- 2. Exhibit "A" Allocation of gas production from the Mesaverde formation for this initial participating area.

3. Exhibit "B" - Recapitulation of the participating area.

Yours very truly

PHILLIPS PETROLEUM COMPANY Unit Operator

By R. F. ROOD

RFR: pw

cc: Regional Supervisor

United States Geological Survey

Manager - Bureau of Land Management

Commissioner of Public Lands

Oil Conservation Commission

of the State of New Mexico

El Paso Natural Gas Company

General American Oil Company of Texas

Sunray Oil Corporation

Southern Petroleum Exploration, Inc.

Stanolind Oil and Gas Company

Messrs. D. C. Hemsell

A. M. Rippel

L. E. Fitzjarrald

G. E. Benskin

G. L. Knight

O. I. Jones

E. M. Gorence

G. L. Sneed

H. E. Koopman

R. E. Parr

R. L. Powell (2)

R. L. Pulsifer (3)

E. R. Holt

D. M. McBride

F. D. Smythe (2)

G. P. Bunn

P. B. Cordry

T. E. Smiley (2)

S. E. Redman

Val Reese

E. A. Humphrey (3)

SCHEDULE I INITIAL PARTICIPATING AREA FOR MESAVERDE FORMATION SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO

New Mexico Principal Meridian

Township 29 North, Range 5 West Sec. 17: W/2

The working interest under leases on the above described lands which have been committed to the Unit is vested:

Phillips Petroleum Company

100.00%

Royalties are payable on production from these lands to the Government under the provisions of Santa Fe lease:

078281

The United States of America owns one-eighth (1/8) royalty interest in the above federal lease.

Attached find: (1) A schedule, marked Exhibit "A", showing leases included in the participating area. (2) A schedule, marked Exhibit "B", a recap of committed acreage in the participating area.

S

Approved this day of October, 1953

By: R. R. Spussiel

2/19/53

EXHIBIT "A" INITIAL PARTICIPATING AREA FOR MESAVERDE FORMATION SAN JUAN 29-5 UNIT RIO ARRIBA COUNTY, NEW MEXICO

Tract #2

Lessee: Phillips Petroleum Company
Serial Number: Santa Fe 078281

Lease Description: Township 29 North, Range 5 West
Sec. 17: W/2

Amount of Acreage: 320:00 acres

Percentage of Participation: 100.000%

Overriding Royalties:
A. L. Duff, Jr., et al 4.00%

Royalty U.S.A.: 12.50%

Operating Rights:
Phillips Petroleum Company 100.00%

83.500%

2/19/53

EXHIBIT "B"
INITIAL MESAVERDE PARTICIPATING AREA, SAN JUAN 29-5 UNIT, RIO ARRIBA COUNTY, NEW MEXICO

Federal Lands	TOTALS	TOTALS	N	Tract No.	INITIAI
Lands	TOTALS COMMITTED:	TOTALS 320.00	320.00	Area Acres	PARTICI
Acres 320.00	:	320.00	320.00	Committed Acres	INITIAL PARTICIPATING AREA
Percentage			83.500%	89	WORKING
tage 0%		100.000%	83.500% 100.000%	% of W.I.	WORKING INTEREST PARTICIPATION
		83.500%	83.500%	% of W.I. Participation	RTICIPATION
			12.500%	89	ROYALTY P.
Phillips Petroleum Company: Royalty Owners: Overriding Royalty Owners:	TOTAL NET F	12.500%	12.500%	% of Production	PARTICIPATION
troleum C ers: Royalty O	ercentage		4.000%	₽Q	ORRI PA
ompany: wners:	TOTAL NET PERCENTAGE OF PARTICIPATION:	4.000%	4.000% 4.000%	% of Production	ORRI PARTICIPATION
83.500% 12.500% 4.000% 100.000%	ÀTION:		Phillips Petroleum Company	W. I. OWNER	