



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



February 3, 1992

BRUCE KING
GOVERNOR

Breck Operating Corporation
Box 911
Breckenridge, Texas 76424

Attention: Kevin Duncan

RECEIVED
FEB 5 1992
OIL CON. DIV.
DIST. 3

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Administrative Order NSL-3094

Dear Mr. Duncan:

Reference is made to your application filed by Mr. E.N. Walsh dated January 8, 1992 for a non-standard Basin-Fruitland coal gas well location for the existing Kutz Government Well No. 9 which was drilled in 1953 and completed in the Fulcher Kutz Pictured Cliffs Pool at a standard gas well location 1650 feet from the North line and 990 feet from the West line (Unit E) of Section 20, Township 28 North, Range 10 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Pictured Cliffs zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, the W/2 of said Section 20 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By authority granted me under the provisions of Rule 8 of said Division Order No. R-8768 as amended, the above described unorthodox coal gas well location is hereby approved.

Sincerely,

WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec ✓
U.S. BLM - Farmington



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO DIAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6170

GARREY CAPRUTHERS
GOVERNOR

Date: 1-10-92

Attn: Mike Stagner

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 1-10-92
for the Buck Operating Corp. Rulz Unit #9
Operator Lease & Well No.

E-20-28N-10W and my recommendations are as follows:
Unit, S-T-R

Approves

Yours truly,

Ernie Busch

**WALSH**

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting
Lease Management
Contract Pumping204 N. Auburn
P. O. Drawer 419
Farmington, New Mexico 8749
(505) 327-4892

January 8, 1992

Mr. William J. LeMay, Director
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

REF: Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. LeMay:

This is a request on behalf of Breck Operating Corporation for administrative approval of the above-referred-to non-standard location.

Breck Operating Corporation desires to plugback the well from the Pictured Cliffs formation and complete the well in the Basin Fruitland Coal interval.

The well is not located in the NE/4 or SW/4 of the Section and therefore is a non-standard location.

Attached you will find a copy of the Application for Permit to Plugback and a copy of the Well Location Plat.

Also attached is a plat indicating the offset lease owners and list of offset lease owners and addresses.

By copy of this letter to offset lease owners, enclosed, they are being notified, by certified return receipt mail, of this application.

Thank you for your consideration and approval of this application. If you have any questions, please do not hesitate to call upon me.

Very truly yours,

ORIGINAL SIGNED BY
EWELL N. WALSHEwell N. Walsh, P.E.
President

ENW:rr

cc: Breck Operating Corporation

Enclosures

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JAN 10 1992
OIL CON. DIV
DIST. 3

10-1-68
OFFICE OF THE
ATTORNEY GENERAL
STATE OF TEXAS
AUSTIN, TEXAS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1. TYPE OF WORK DRILL <input type="checkbox"/> DEEPEN <input type="checkbox"/> PLUGBACK (X)		5. LEASE DESIGNATION AND SERIAL NO. SF- 047039A		
2. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME		
3. NAME OF OPERATOR BRECK OPERATING CORPORATION		7. UNIT AGREEMENT NAME		
4. ADDRESS AND TELEPHONE NO. c/o Walsh Engr. & Prod. Corp. 505 327-4892 P. O. Drawer 419 Farmington, New Mexico 87499		8. FARMOR/LEASE NAME (WELL NO.) Kutz Government #9		
9. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.) At surface 1650', FNL 990', FWL Unit Letter - E At proposed prod. zone Same		9. WELL NO. 30045-0734100		
10. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 5 miles Southeast of Bloomfield, New Mexico		10. FIELD AND POOL, OR WILDCAT Basin Fruitland Coal		
11. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drg. unit line, if any) 990'		11. SEC. T. R. M., OR BLM. AND SURVEY OR AREA Sec. 20-T28N-R10W N.M.P.M.		
12. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		12. COUNTY OR PARISH San Juan		
13. ELEVATIONS (Show whether DF, RT, GR, etc.) 5979' D.F.		13. STATE N.M.		
14. NO. OF ACRES IN LEASE Unknown		14. NO. OF ACRES ASSIGNED TO THIS WELL 320		
15. PROPOSED DEPTH PBTD - 2006'		15. ROTARY OR CABLE TOOL N/A		
16. APPROX. DATE WORK WILL START* ASAP				
23. PROPOSED CASING AND CEMENTING PROGRAM				
SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
13-3/8"	10-3/4"	40.0	94'	100 Sxs. 118 ft.3
8-3/4"	7"	28.0	2036'	100 Sxs. 118 ft.3

See attached for Workover Procedure.

NOTE: All activity associated with this workover (including construction of pits) will be kept within the boundaries of the original well site.

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JAN 10 1992

OIL CON. DIV.]

DIST. 3

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

34. FOR: BRECK OPERATING CORPORATION
ORIGINAL SIGNED BY
Ewell N. WALSH
SIGNED _____ TITLE Agent DATE 1/7/92
Ewell N. Walsh
(This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations there.
CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY _____ TITLE _____ DATE _____

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

U.S. DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D. C. 20535
MAY 13 1964
DIVISION OF INVESTIGATION
U.S. DEPARTMENT OF JUSTICE

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

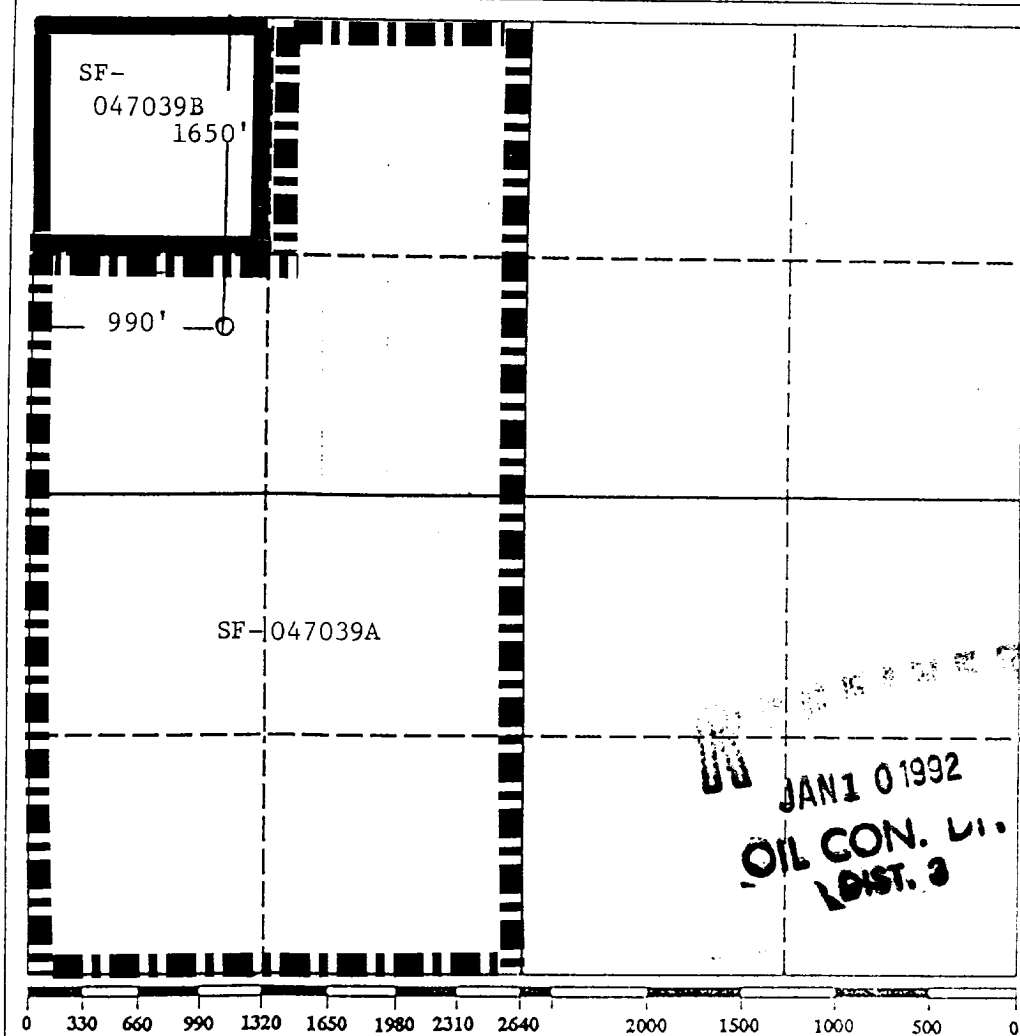
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator BRECK OPERATING CORPORATION		Lease Kutz Government		Well No. 9
Unit Letter E	Section 20	Township 28N	Range 10W	County San Juan
Actual Footage Location of Well: 1650 feet from the North line and 990 feet from the West line				
Ground level Elev. 5979'KB	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage: 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☒ Yes ☐ No If answer is "yes" type of consolidation Forth coming Communitization Agreement
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if neccessary.)
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature
ORIGINAL SIGNED BY
EWELL N. WALSH
Printed Name
Ewell N. Walsh
Position
President
Company
Walsh Engr. & Prod. Corp.
Date
1/7/92

SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
Signature & Seal of Professional Surveyor
NOTE: From Original Survey
Certificate No.

KUTZ GOVERNMENT NO. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico

☐ Fruitland

RIOW

	Breck	AMOCO	Meridian □	17
D. J. Simmons	Southland Royalty	Breck O9	D. J. Simmons □	18
	Southland Royalty	Parker & Parsley	D. J. Simmons	19
	Southland Royalty	Southland Royalty	Southland Royalty □	20
	Southland Royalty			29
				30

T 28 N



BRECK OPERATING CORPORATION
KUTZ GOVERNMENT NO. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico

OFFSET OPERATORS

Mr. Van Goebel
Southland Royalty
P. O. Box 4289
Farmington, New Mexico 87499-4289

Mr. Van L. Goebel
Meridian Oil, Inc.
P. O. Box 4289
Farmington, New Mexico 87499-4289

Mr. Ashton B. Geren, Jr.
D. J. Simmons
P. O. Box 1469
Farmington, New Mexico 87499

Mr. Michael Cuba
AMOCO Production Company
P. O. Box 800
Denver, Colorado 80201

Mr. Mike Reeves
Parker & Parsley Development Company
P. O. Box 3178
Midland, Texas 79702