



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 11-21-85

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

Gentlemen:

I have examined the application dated 11-7-83
for the Energy Reserves Group Gallegos Canyon Unit 331 E. 29-29N-12W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

NOT APPROVED - Docket for Hearing

Yours truly,

Jim Busch

Energy Reserves Group, Inc.
P.O. Box 3280
Casper, Wyoming 82602-3280
307 265 7331



November 7, 1983

State of New Mexico
Oil Conservation Division
Box 2088
Santa Fe, NM 87501

RECEIVED
NOV 9 - 1983

Re: Request for Unorthodox Well Location
Gallegos Canyon Unit
San Juan County, New Mexico

Gentlemen:

Energy Reserves Group, Inc. respectfully requests approval of the below referenced well location:

Gallegos Canyon Unit, Well No. 331
1875' FNL 640' FWL
Section 29, T29N-R12W
San Juan County, New Mexico
Fee Lease - L.V. Goff et ux

This proposed well is to be drilled to the Pictured Cliffs Formation at a depth of 1365'. Energy Reserves Group, Inc. is the sub-operator of the Gallegos Canyon Unit which includes all formations above the base of the Pictured Cliffs Formation. Attached is a map delineating the Gallegos Canyon Unit boundry and the Pictured Cliffs participating area.

This location is situated along the San Juan River bottom approximately 250' north of the current flow channel. Amoco Production Company has constructed an access road and well pad into their well No. 173-E located approximately 100' west of our proposed site. The area was elevated by hauling approximately 3' to 4' of fill material to eliminate flooding during periods of high run off. It is proposed to extend their pad a sufficient distance to allow for rig placement and safety of operations.

In addition, there are private residences located to the northeast of the well which would prevent moving the site to the orthodox location.



State of New Mexico
Oil Conservation Division
Box 2088
Santa Fe, NM 87501

Page 2

We would appreciate your review of our request based upon the
topographic conflicts.

Very truly yours,

ENERGY RESERVES GROUP, INC.

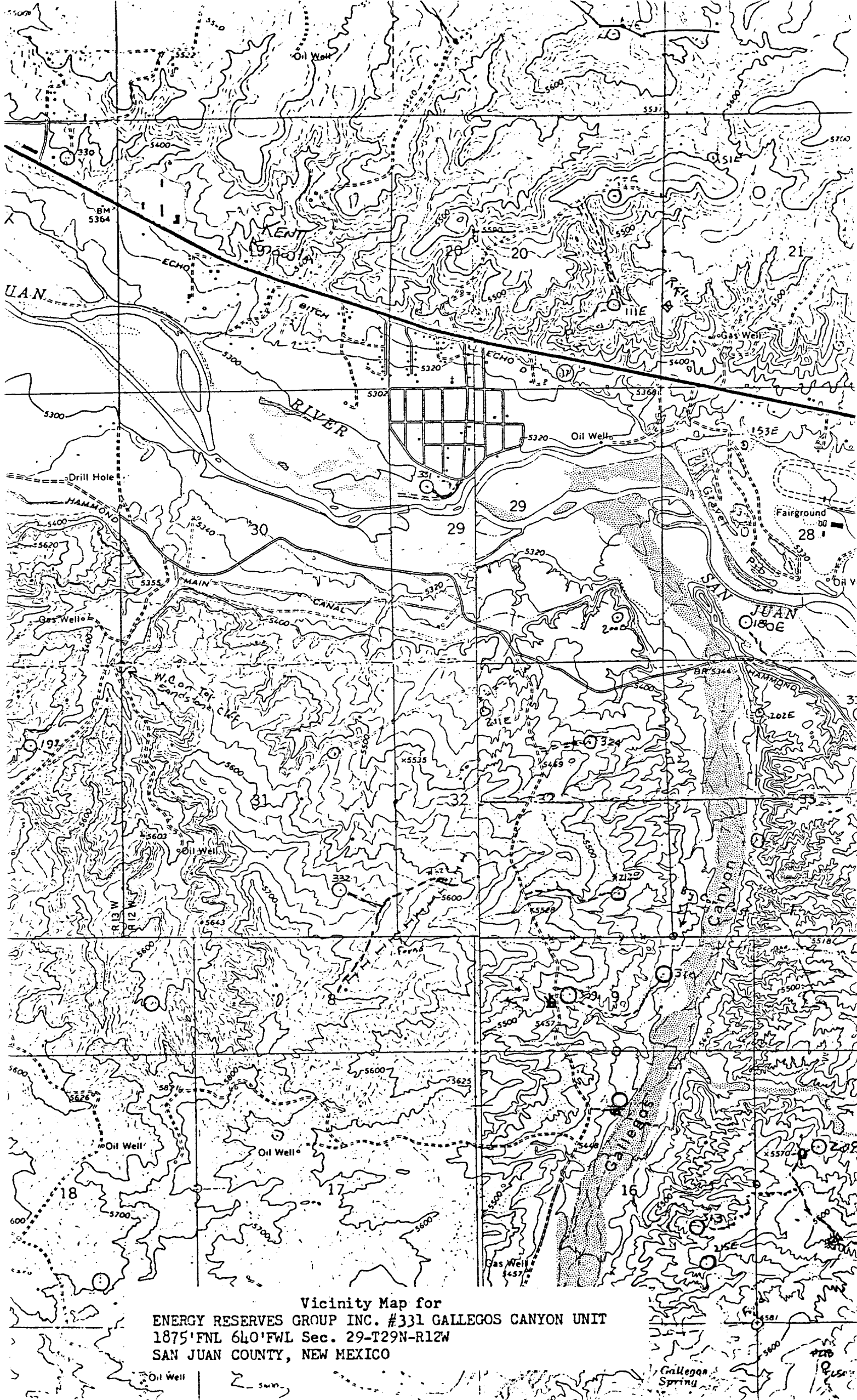
William J. Fiant
Field Services Administrator

WJF/kw

cc: State of New Mexico
Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87401

T. C. Durham
Paul Bertoglio
File

NOV 9 1983
OIL CON. DIV.
DIST. 3



Vicinity Map for
ENERGY RESERVES GROUP INC. #331 GALLEGOS CANYON UNIT
1875' FNL 640' FWL Sec. 29-T29N-R12W
SAN JUAN COUNTY, NEW MEXICO

GALLEGOS CANYON UNIT — PICTURED CLIFFS San Juan County, New Mexico

R 13 W

R 12 W

R.A. Bounsey

Proposed well site

T
29
N

T
28
N

T
27
N

Note: Unnumbered wells are not Unit-Pictured Cliffs wells.