STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

April 18, 1988

BHP Petroleum, Inc. Suite 600 5613 DTC Parkway Englewood, CO 80111

Attention: Chuck Williams

Administrative Order NSL-2494

Dear Mr. Williams:

Reference is made to your application for a non-standard location for your Gallegos Canyon Unit Well No. 364 to be located 1165 feet from the North line and 695 feet from the West line (Unit D) of Section 25, Township 29 North, Range 13 West, NMPM, West Kutz Pictured Cliffs Pool, San Juan County, New Mexico. The NW/4 of said Section 25 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

WILLIAM J. LeMAY

Director

WJL/DRC/ag

cc: Oil Conservation Division - Aztec

APR21 1988
OIL CON. DIV.



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

| and my recommendations are as foll | | |
|--|----------------------------|-------------------------------------|
| for the SHP PETROLEUM ING. Operator | GCU#364 Lease and Well No. | <i>D-25-29N-13</i> U Unit, S-T-R |
| Gentlemen: | 2 (9 00 | |
| RE: Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX | | |
| DATE 3-21-88 | | |

Suite 600 5613 DTC Parkway Englewood, Colorado 80111 Telephone (303) **850-9090** DEX: (303) 850-9110

March 14, 1988



State of New Mexico Oil & Gas Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

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

Gentlemen:

BHP Petroleum (Americas) Inc. respectfully requests approval of the below referenced unorthodox well location based on the land owner's topographical preference.

Gallegos Canyon Unit No. 364 1165' FNL, 695' FWL Sec. 25, T29N, R13W San Juan County, New Mexico Fee Lease

It is proposed to drill the subject well to test the Pictured Cliffs formation at a depth of 1305'. The wellsite is located on lands owned by Mr. Thomas Bolack of Farmington, New Mexico. Mr. Bolack has requested the drilling site be moved to the above location in order to limit further disruption of his rangeland.

We would appreciate your consideration in reviewing this request.

Very truly yours,

BHP PETROLEUM (AMERICAS) INC.

Chuck Williams

Administrator, Field Services

k William

Rocky Mountain Region

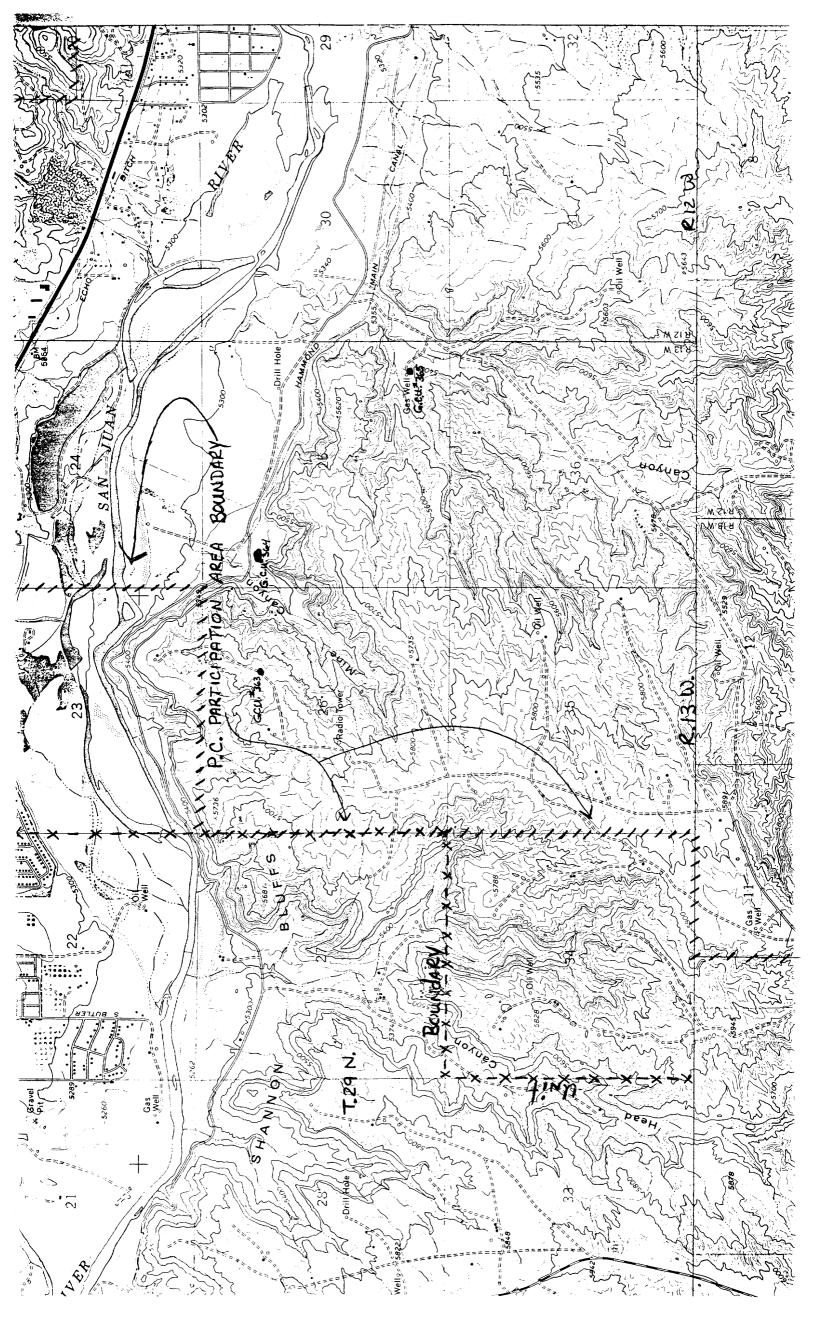
CW:gb

MARI 8 1988 OIL CON. DIV.

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section. Operator Legae Well No. BHP PETROLEUM (AMERICAS) INC. GALLEGOS CANYON UNIT 364 Unit Letter Section Township County 25 29 N 13 W SAN JUAN Actual Footage Location of Well: 1165 NORTH. 695 feet from the line and feet from the Ground Lavel Elev: Producing Formation Dedicated Acreage: Pictured Cliffs W. Kutz Pictured Cliffs 5362 160 Acres 1. Gutline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? X Yes No If answer is "yes," type of consolidation __unitization If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)_ 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 interests, has been approved by the Commis-S 89°53'W CERTIFICATION I hereby certify that the information contained herein is true and complete to the 695 Chuck Williams Position Administrator, BHP Petroleum (Americas) 03/03/88 SEC. I hereby certify that the well location 25 n on this plat was plotted from field of actual surveys made by me or under my supervision, and that the same true and correct to the best of my knowledge and belief. William Mahnk Registered Professional Engine No. PROSEE BHAL Certificate N 89°55'W 80.16 CH.



March 16, 1988



Amoco Production Company 501 Airport Drive Farmington, New Mexico 87401

RE: Notification of Proposed Unorthodox Well Location Gallegos Canyon Unit San Juan County, New Mexico

Gentlemen:

Please consider this letter as notice that BHP Petroleum (Americas) Inc. proposes to drill the below listed unorthodox well location.

Gallegos Canyon Unit No. 364 1165' FNL, 695' FSL Section 25, T29N, R13W San Juan County, New Mexico

The subject well is to be drilled to test the Pictured Cliffs formation at a depth of 1305'. In accordance with the New Mexico Oil Conservation Division we are requesting your waivers of this well site due to the landowner's, Mr. Tom Bolack of Farmington, New Mexico, desire to limit further disruption of his rangeland. The wellsite is adjacent to Amoco's well No. 172.

We would very much appreciate your consideration of this request. If you have no objections, please notify the Oil Conservation Division as soon as convenient. If you do have any objection, please let me know and also, enter an objection to the Oil Conservation Division within 20 days of receipt of this letter.

Very truly yours,

BHP PETROLEUM (AMERICAS) INC.

Chuck Williams

Administrator, Field Services

Rocky Mountain Region

CW:gb