



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-2496

Dear Mr. Williams:

Reference is made to your application for a non-standard location for your Gallegos Canyon Unit Well No. 363 to be located 1265 feet from the North line and 1805 feet from the East line (Unit B) of Section 26, Township 29 North, Range 13 West, NMPM, West Kutz Pictured Cliffs Pool, San Juan County, New Mexico. The NE/4 of said Section 26 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

RECEIVED  
APR 21 1988  
OIL CON. DIV  
DIST. 2



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 3-24-88

RE: Proposed MC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL X \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_

Gentlemen:

I have examined the application dated 3-18-88  
for the BHP PETROLEUM, INC. G.C.U. 363 B-26-29N-13W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

APPROVE  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

E. B. Bush

2496



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. 363  
1,265' FNL, 1805' FEL  
Sec. 26, T29N, R13W  
San Juan County, New Mexico  
Federal Lease No. SF-078926

It is proposed to drill the subject well to test the Pictured Cliffs formation at a depth of 1,675'. 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. The site is adjacent to an existing location serving Amoco's well No. 135-E which produces from the Dakota formation.

We would appreciate your consideration in reviewing this request.

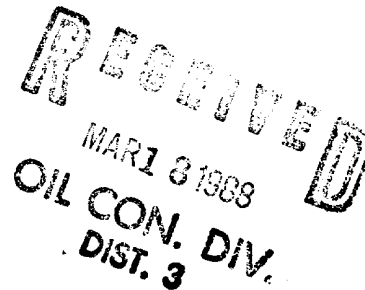
Very truly yours,

BHP PETROLEUM (AMERICAS) INC.

A handwritten signature in cursive script that reads "Chuck Williams".

Chuck Williams  
Administrator, Field Services  
Rocky Mountain Region

CW:gb



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.

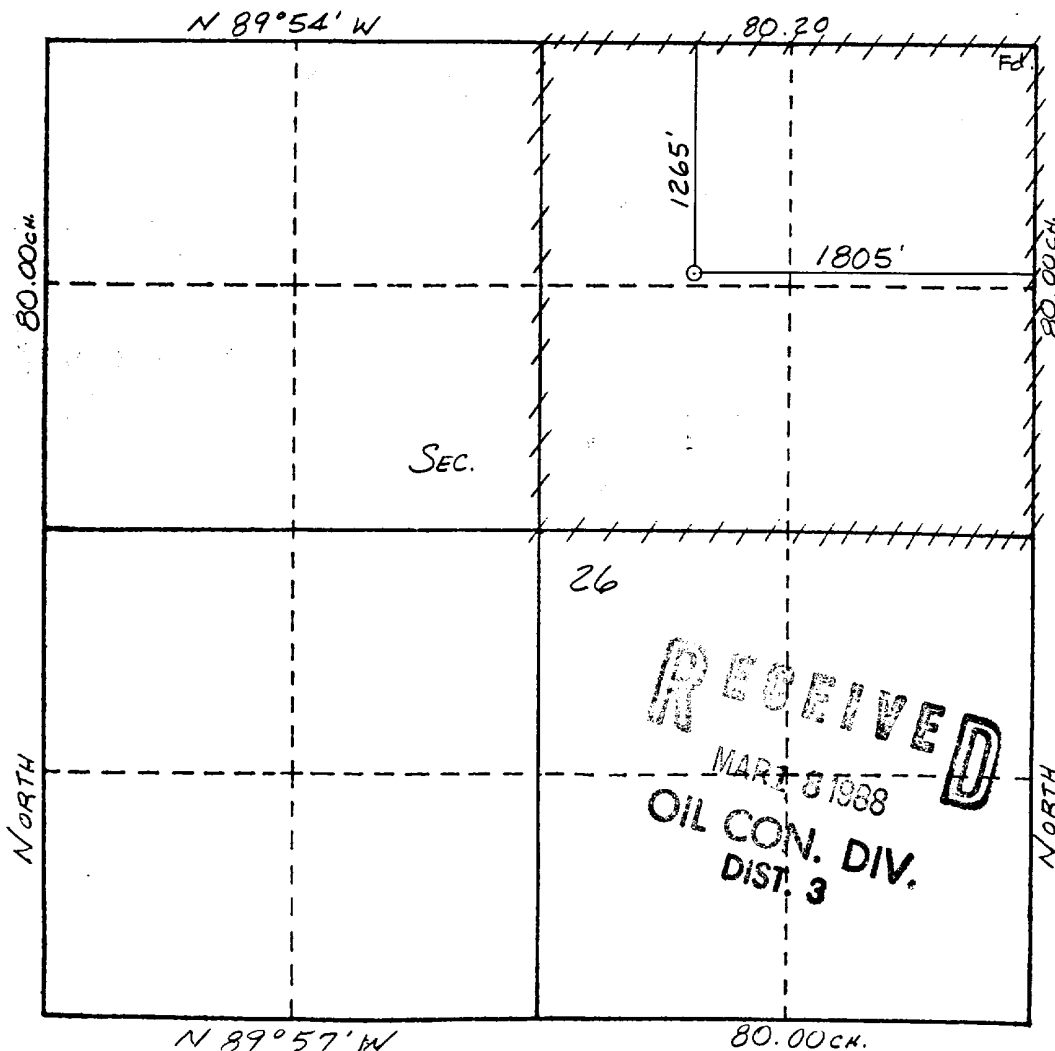
Operator <b>BHP PETROLEUM (AMERICAS) INC.</b>			Lease <b>GALLEGOS CANYON UNIT</b>		Well No. <b>363</b>
Unit Letter <b>B</b>	Section <b>26</b>	Township <b>29 N</b>	Range <b>13 W</b>	County <b>SAN JUAN</b>	
Actual Footage Location of Well: <b>1265</b> feet from the <b>NORTH</b> line and <b>1805</b> feet from the <b>EAST</b> line					
Ground Level Elev: <b>5722</b>	Producing Formation <b>Pictured Cliffs</b>		Pool <b>W. Kutz Pictured Cliffs</b>		Dedicated Acreage: <b>160</b> Acres

1. Outline 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?

☒ 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 Commission.



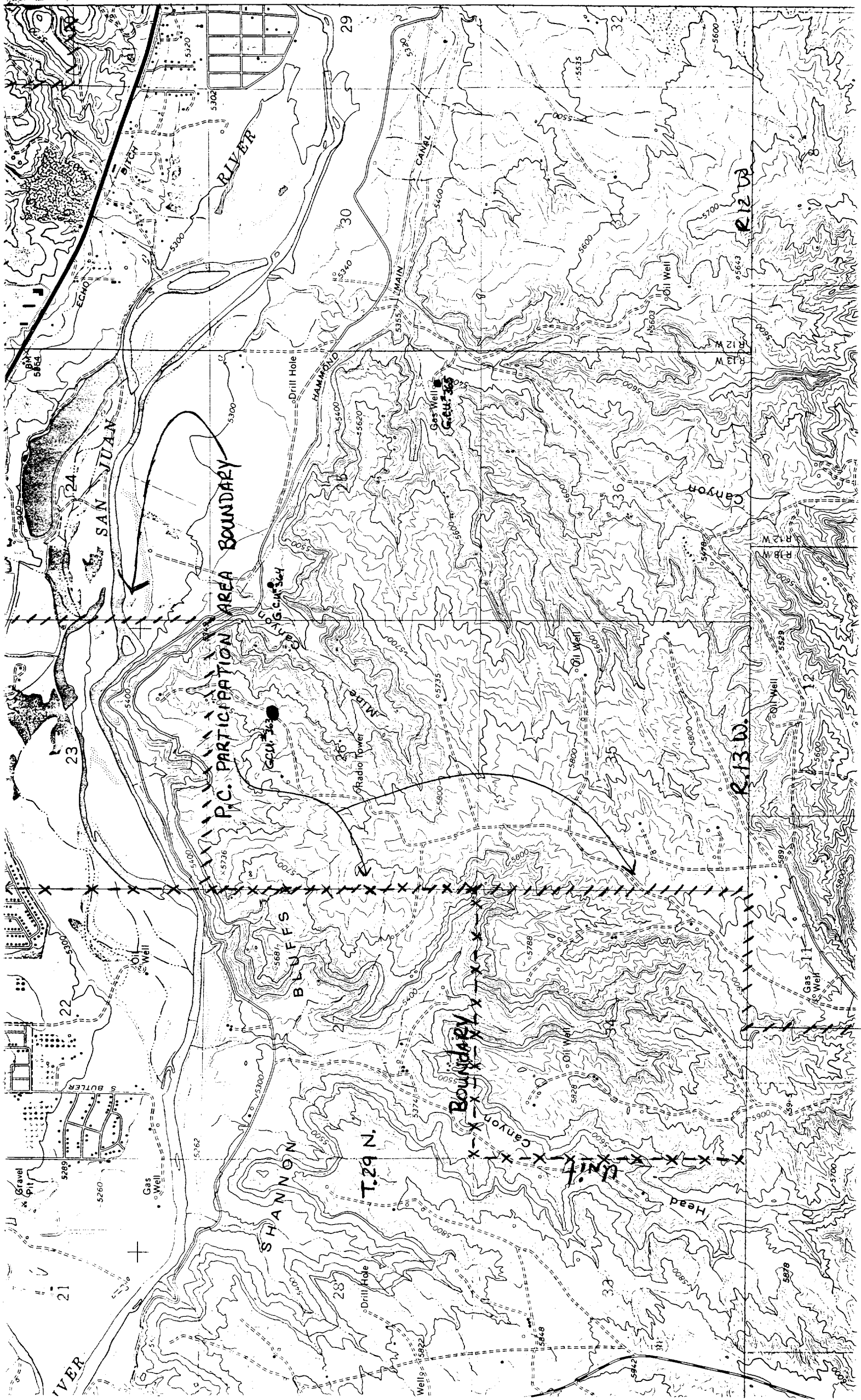
CERTIFICATION

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

Name Chuck Williams  
Chuck Williams  
Position  
Administrator, F.S.  
Company  
BHP Petroleum (Americas)  
Date  
03/03/88

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 2-17-88  
William M. Mahke II  
Registered Professional Engineer  
and Land Surveyor 8466  
Certificate No. 8466





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. 363  
1265' FNL, 1805' FEL  
Section 26, T29N, R13W  
San Juan County, New Mexico

The subject well is to be drilled to test the Pictured Cliffs formation  
at a depth of 1675'. 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. 135-E.

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.

A handwritten signature in cursive script that reads "Chuck Williams".

Chuck Williams  
Administrator, Field Services  
Rocky Mountain Region

CW:gb