

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, 1989

Blackwood & Nichols Co.
P.O. Box 1237
Durango, CO 81302

Attention: William F. Clark,
Operations Manager

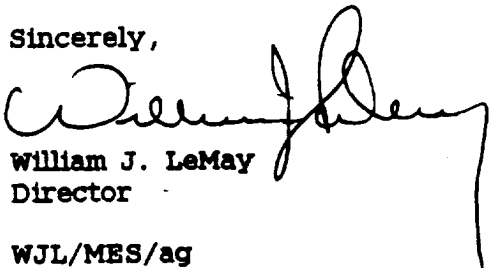
Administrative Order NSL-2651

Dear Mr. Clark:

Reference is made to your application of April 6, 1989 for a non-standard coal gas well location for your Northeast Blanco Unit Well No. 432 to be located 195 feet from the North line and 790 feet from the East line (Unit A) of Section 7, Township 30 North, Range 7 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico. The E/2, equivalent, of said Section 7 shall be dedicated to the well forming a standard 320-acre, more or less, gas spacing and proration unit.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,


William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
New Mexico Oil & Gas Engineering Committee - Hobbs
US Bureau of Land Management - Farmington

RECEIVED
APR 19 1989
OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO



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 4-20-89

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

Gentlemen:

I have examined the application dated 4-10-89
for the Blackwood & Nichols Co., Ltd. N.E.B.U.#432 A-7-30N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

NSL - 2651

Yours truly,

E. H. [Signature]

Attn: E. Bosch

BLACKWOOD & NICHOLS CO., LTD.

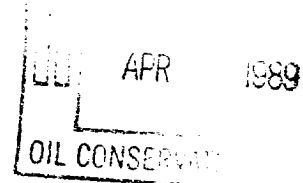
P.O. BOX 1237

DURANGO, COLORADO 81302-1237

(303) 247-0728

NSL-2651

March 27, 1989



Mr. William LeMay
New Mexico Oil Conservation Division
P.O. Box 2068
Santa Fe, New Mexico 87501

Re: Unorthodox Gas Well Location
Northeast Blanco Unit No. 432
195' FNL - 790' FEL, Sec. 7, T30N, R7W
San Juan Co., New Mexico

Dear Mr. LeMay;

Blackwood & Nichols Co., Ltd. requests administrative approval of an exception to the footage requirements of Rule 7, R -8768 for the subject well, located in the Basin Fruitland Coal Pool.

This request is for exception due to topography. A Vicinity Map and C-102 are attached for your reference. The location was staked at this proposed site as an alternate to the original location at 1330' FNL- 1070' FEL. The original location had archeological sites on the North, West, and Southwest edges. It is bounded on the south by Navajo Reservoir. No alternative sites in the bottom are considered feasible due to the high density of archeological sites.

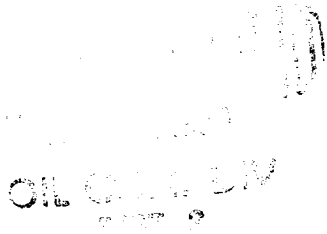
The east half of Section 7, T30N, R7W, will be dedicated to this well. All offset proration units are operated by Blackwood and Nichols Co., Ltd.

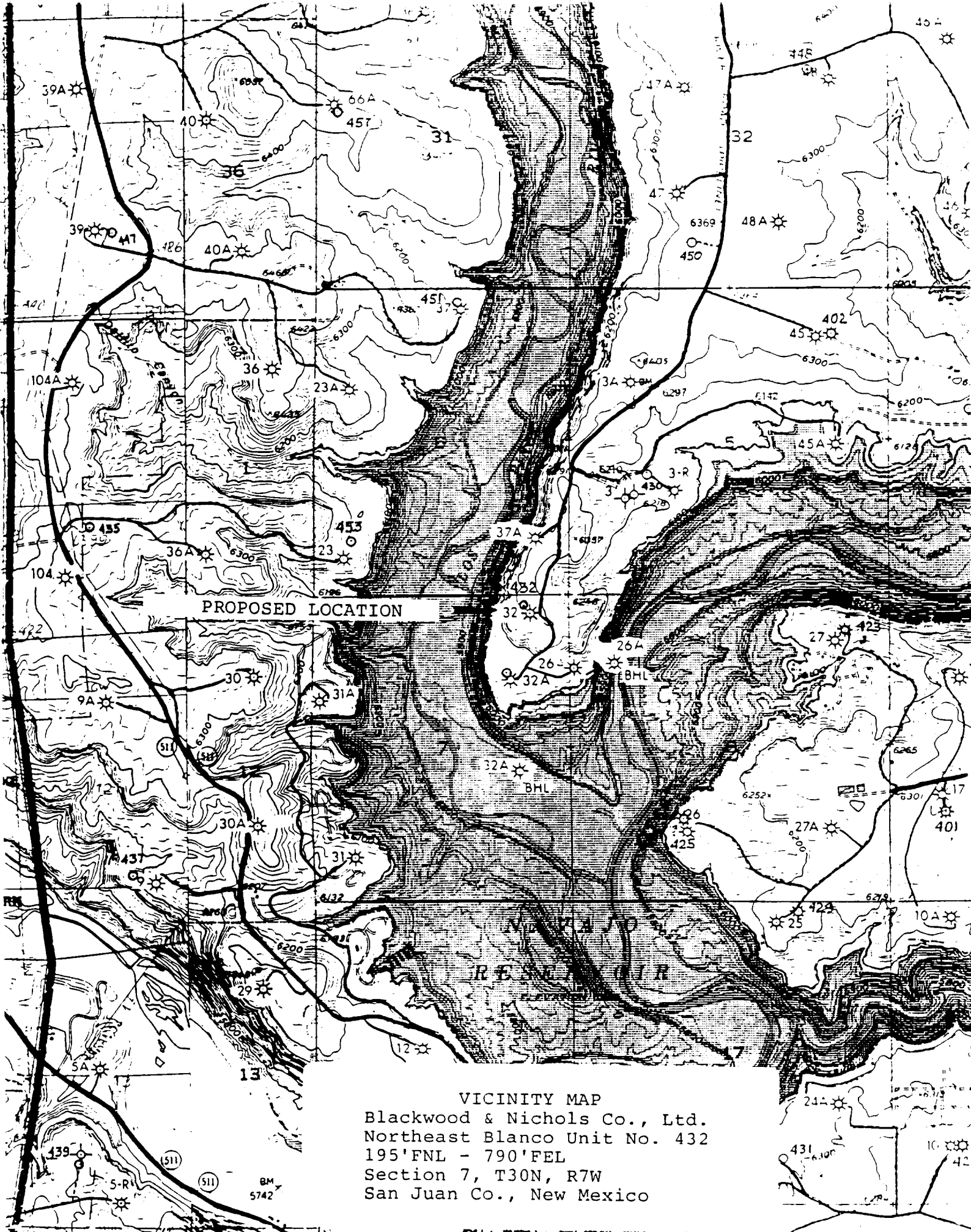
Your prompt consideration of this request is appreciated.

Sincerely,

A handwritten signature in cursive script, appearing to read "William F. Clark".

William F. Clark
Operations Manager
Blackwood & Nichols
Co., Ltd.





VICINITY MAP
Blackwood & Nichols Co., Ltd.
Northeast Blanco Unit No. 432
195'FNL - 790'FEL
Section 7, T30N, R7W
San Juan Co., New Mexico

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

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

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

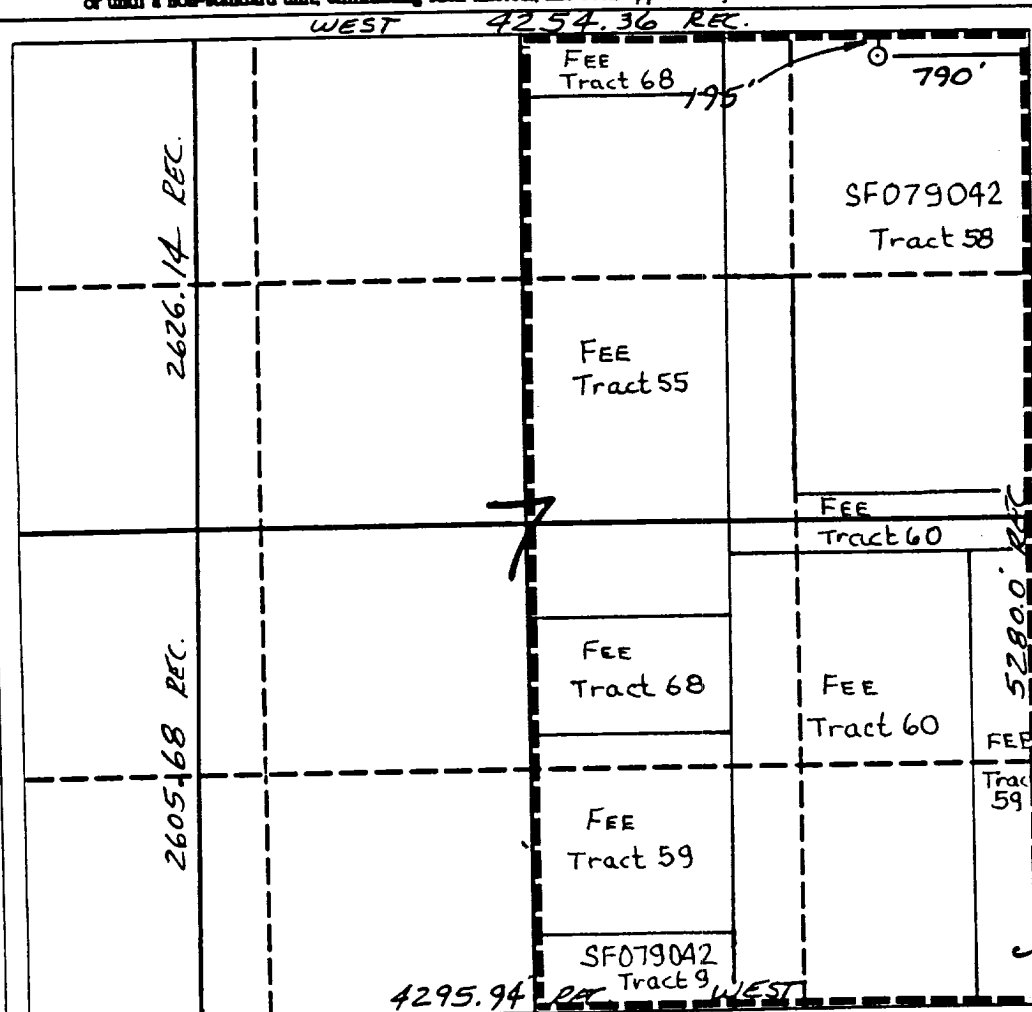
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

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 Blackwood & Nichols Co. LTD.		Lease Northeast Blanco Unit		Well No. 432
Unit Letter A	Section 7	Township 30 North	Range 7 West	County San Juan
Actual Footage Location of Well: 195 feet from the North line and 790 feet from the East line				
Ground level Elev. 6301'	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage: 320.298.90 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure 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 _____
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 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 *William F. Clark*
Printed Name William F. Clark
Position Operations Manager
Company Blackwood & Nichols Co.
Date March 31, 1989

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.

3-22-89
Date Surveyed
Neale C. Edwards
Signature & Seal of Professional Surveyor

Certificate No. 6857