



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

February 9, 1998

Robert L. Bayless  
P. O. Box 168  
Farmington, NM 87499  
Attention: Price M. Bayless

RECEIVED  
FEB 12 1998  
OIL CON. DIV.  
DIST. 3

Administrative Order NSL-3939

Dear Mr. Bayless:

Reference is made to your application dated January 16, 1998 for a non-standard well location for your proposed Riverine Well No. 2 (API No. 30-045-29504) to be drilled 379 feet from the South line and 1960 feet from the West line (Unit N) of Section 11, Township 29 North, Range 13 West, NMPM, to test the Pictured Cliffs formation, San Juan County, New Mexico. The SW/4 of said Section 11 shall be dedicated to the well to form a standard 160-acre gas spacing and proration unit for either the Undesignated Fulcher Kutz-Pictured Cliffs Pool or the Undesignated West Kutz-Pictured Cliffs Pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

*Lori Wrotenberg*  
Lori Wrotenberg  
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec

**ROBERT L. BAYLESS**

P. O. BOX 168  
FARMINGTON, NM 87499

FAX NO  
(505) 326-6911

OFFICE NO  
(505) 326-2659

January 16, 1998

New Mexico Oil Conservation Division  
2040 South Pacheco  
Santa Fe, NM 87505

RECEIVED  
JAN 20 1998

OIL CON. DIV.  
DIST. 3

RE: Request for Administrative Approval  
For an Unorthodox Pictured Cliffs Location  
Riverine #2  
379 FSL & 1960 FWL  
Section 11-T29N-R13W  
San Juan County, New Mexico

Gentlemen:

Enclosed, please find a copy of the C-102 for our Riverine #2 Pictured Cliffs well, along with a plat of the Pictured Cliffs rights in each of the offsetting proration units. This well is within the Farmington City Limits, and in a very developed industrial part of town. Bayless had staked this well over a year ago at a location to the north, but due to restrictions in City Code, the special use permit was denied by City Council. After working with City officials and the landowners in this quarter section, Bayless has purchased the land upon which the well is staked and has received a Special Use Permit from the City of Farmington to drill the well at this location.

Also enclosed, please find a copy of the aerial map of this area, showing the development of the surrounding acreage. We have been able to find no other suitable tract of land within the 160 acre proration unit. A plat of the offset wells is also included. A copy of this letter has been faxed to each of these operators, with a hard copy following in the mail.

Bayless now requests administrative approval for an unorthodox Pictured Cliffs gas well to be located 379 FSL & 1960 FWL of Section 11-T29N-R13W.

Thank you in advance for your consideration of this matter. If you need further information, please contact Tucker Bayless at 505/326-2659.

Sincerely,



Price M. Bayless

Cc: Amoco Production Company  
Hallwood Energy Companies  
Richardson Operating Company  
Rod Markham  
NMOCD, Aztec District Office

Certificate Number

**ed Cliffs Formation Ownership  
Riverine #2 Vicinity  
379 FSL & 1960 FWL  
Section 11-T29N-R13W**

NE ¼ Section 10	NW ¼ Section 11	NE ¼ Section 11
Amoco	Amoco	Amoco
SE ¼ Section 10	SW ¼ Section 11	SE ¼ Section 11
Amoco	Bayless	Bayless
NE ¼ Section 15	NW ¼ Section 14	NE ¼ Section 14
Richardson	Hallwood Markham	Amoco