

State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe, New Mexico 87505

OIL CONSERVATION DIVISION



February 8, 1995

Phillips Petroleum Company Attention: Patrick H. Noah 5525 Highway 64 - NBU 3004 Farmington, New Mexico 87401 DECEIVED N FEB 1 3 1995

OIL CON. DIV. DIST. 3

Administrative Order NSL-1228-A

Dear Mr. Noah:

Reference is made to your application dated February 1, 1995 for a non-standard Blanco-Mesaverde infill gas well location on an existing 320-acre standard gas spacing and proration unit (GPU) for said Blanco-Mesaverde Pool comprising the E/2 of Section 18, Township 32 North, Range 7 West, NMPM, San Juan County, New Mexico. Said GPU presently has dedicated thereon the San Juan "32-7" Unit Well No 29 (API No. 30-045-21905), located at a previously approved unorthodox gas well location (Division Administrative Order NSL-728, dated November 3, 1975) 710 feet from the North line and 620 feet from the East line (Unit A) of said Section 18.

It is our understanding that the subject well in this application, the San Juan "32-7" Unit Well No. 58 (API No. 30-045-23682), was drilled in 1979 and completed in the Basin-Dakota Pool at a previously approved unorthodox gas well location (Division Administrative Order NSL-1228, dated July 1, 1980) 2360 feet from the North line and 1840 feet from the East line (Unit G) of Section 18, Township 32 North, Range 7 West, NMPM, San Juan County, New Mexico.

It is further understood that the Dakota zone in the San Juan "32-7" Unit Well No. 58 is to be properly plugged back at this time and that said well will be recompleted up-hole to the Blanco-Mesaverde Pool, which pursuant to **Rule 2(b)2** of the "Special Rules and Regulations for the Blanco-Mesaverde Pool", as promulgated by Division Order No. R-8170, as amended, the location is considered to be unorthodox. It is further noted that the recompletion of this well to the Blanco-Mesaverde Pool will result in two Mesaverde gas wells in the NE/4 of said Section 18. A location within the undrilled quarter section of the subject 320-acre unit (SE/4 of said Section 18) is not feasible due to extreme topographical conditions (the Los Pinos River arm of Navajo Lake).

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147 827-7465 2040 South Pacheco

Office of the Secretary 827-5950

Administrative Services 827-5925

Energy Conservation & Management 827-5900

Mining and Minerals 827-5970

Oil Conservation 827-7131 Administrative Order NSL-1228-A Phillips Petroleum Company February 8, 1995 Page 2

By the authority granted me under the provisions of Rule 2(d) of the Special Rules and Regulations for the Blanco-Mesaverde Pool, as promulgated by Division Order No. R-8170, as amended, the infill location of the San Juan "32-7" Unit Well No. 58 in the Blanco-Mesaverde Pool is hereby approved.

The original Division Administrative Order NSL-1228 shall be placed in abeyance until further notice.

Sincerely.

William J. LeMay

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Farmington

U. S. Bureau of Reclamation- Durango, Colorado

File: NSL-1228 NSL-728 Submit 3 Copies to Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

District Office			
DISTRICT I P.O. Box 1980, Hobbs NM 88240	OIL CONSERVATION DIVISION		WELL API NO.
P.O. BOX 2088 DISTRICT II Santa Fe. New Mexico 87504-2088		30-045-21905	
P.O. Drawer DD, Artesia, NM 88210		5. Indicate Type of Lease STATE FEE X	
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410			6. State Oil & Gas Lease No.
SUNDRY NOTICES AND REPORTS ON WELLS			
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			7. Lease Name or Unit Agreement Name
1. Type of Well: OIL GAS WELL OTHER			San Juan 32-7 Unit 009260
2. Name of Operator Phillips Petroleum Company			8. Well No. S.J. 32-7 #29
3. Address of Operator 5525 Highway 64, NBU 3004, Farmington, NM 87401			9. Pool name or Wildcat Blanco Mesaverde 72319
4. Well Location Unit Letter A : 710 Feet From	n The North	Line and 62	Peet From The East Line
Section 18 Township	o 32N Rai	nge 7W	NMPM San Juan County
	Elevation (Show whether	r DF, RKB, RT, GR, etc	:.)
11. Check Appropriate	Box to Indicate	Nature of Notice,	Report, or Other Data
NOTICE OF INTENTION TO:		SUB	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG A	ND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	E PLANS	COMMENCE DRILLING	OPNS. PLUG AND ABANDONMENT
PULL OR ALTER CASING		CASING TEST AND CE	MENT JOB
OTHER:		отнек: <u>raise tu</u>	ubing [X]
12. Describe Proposed or Completed Operations (Cleawork) SEE RULE 1103.	rly state all pertinent deta	ills, and give pertinent dat	tes, including estimated date of starting any proposed
8-5-96			
MIRU Big A Rig #18, Blow down we Land tubing @ 5417', ND BOP & N			wn 4 jts 2-3/8" tubing (124.75')
zana dabing c dizi, , no bel a m	, with the reader		PECEIVED AUG 1 2 1998
			OH CON. DIV. Dist. 8
I hereby certify that the information above is true and complete	to the best of my knowledge	and belief.	S
SIGNATURE / Hasely	TITL	_E <u>Envir./Regula</u>	tory Engineer DATE 8-6-96
TYPE OR PRINT NAME Ed Has	ely		TELEPHONE NO.505 - 599 - 3454
(This space for State Use)	•		
APPROVED BY ROLLING ROLLINGS OF APPROVAL, IF ANT.	TITL	DEPUTY OIL & GAS II	NSPECTOR, DIST. #3 AUG 1 2 1996