

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

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

September 25, 1990

BHP Petroleum (Americas), Inc. 5847 San Felipe Suite 3600 Houston, TX 77057

Attention: Chuck Williams

RE: Administrative Application for an unorthodox gas well location, Gallegos Canyon Unit Well No. 501, 1655' FSL - 2315' FEL (Unit J) 13-T29N-R13W, Undesignated West Kutz Pictured Cliffs Pool, San Juan County, New Mexico.

Dear Mr. Williams:

Upon reviewing the subject application, there appears to be adequate level ground to place a well at a standard location in the NE/4 SE/4 of this section (see copy of topographical map attached). Also, I was uncertain where the gravel mining operation is located in the quarter section. Could you please address the reasons why a location could not be built up on top of the bluff in the NE/4 of this proration unit and mark the location and extent of the gravel pit on the plat provided.

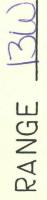
Thank you for your assistance in this matter.

Sincerely

Michael E. Stogner Petroleum Engineer

MES/ag

cc: Oil Conservation Division - Aztec



TOWNSHIP 390

SECTION 13

Stanley 6 40 aur

Amace Arad. Co. Galleges Canyon # 105 1770 FSL - 34000 FEL 5040 - 9122461 7.0 6053 Bracin Dakata Poel Producing	
Bit Petroleum, Jnc. Gallogos Caryon no. Sul koss fsi. Zzis fzl W. Kutz P.C. Subject well	