

Ernie Busch

NSL-3412

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Received
1-3-95

December 28, 1994

State of New Mexico
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico, 87503

Gentlemen:

Union Oil Company of California (UNOCAL) requests permission for a nonstandard Basin Dakota/Blanco Mesaverde location for our existing well Rincon Unit No. 183E located 1880' FSL & 2080' FEL, Section 31, T27N-R6W, Rio Arriba County, New Mexico.

This well was originally permitted (and approval granted from the State and BLM) as a Basin Dakota/South Blanco Tocito well. The well was spudded 8-5-94 and TD'd at 7750' 8-18-94. The well was logged and 7" production casing was run and cemented. The Dakota/Graneros was perforated, fracture stimulated and tested. A bridge plug was set above this interval and the Tocito was perforated, fracture stimulated and tested. The Tocito proved to be non-productive during testing and was squeezed. The well was cleaned out and returned to a Dakota producer.

Unocal wishes to perforate, fracture stimulate and test the well in the Mesaverde interval, and if productive complete the well as a Dakota/Mesaverde producer.

The offset lease owner, Caulkins Oil Company, has been contacted by certified letter requesting Waiver of Objection to this proposed unorthodox location.

If you have any questions, please contact me at (307) 234-1563, Ext. 116. Thank you for your help in this matter.

Sincerely,

Jim Benson
Drilling Superintendent

cc: Ernie Busch
Aztec, New Mexico