



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

June 8, 2004

**Mark E. Fesmire, P.E.**

Director

Oil Conservation Division

**BP America Production Company**  
**P. O. Box 3092**  
**Houston, Texas 77253-3092**

**Attention: Mary Corley**  
[corleym1@bp.com](mailto:corleym1@bp.com)

***Administrative Order NSL-5069***

Dear Ms. Corley:

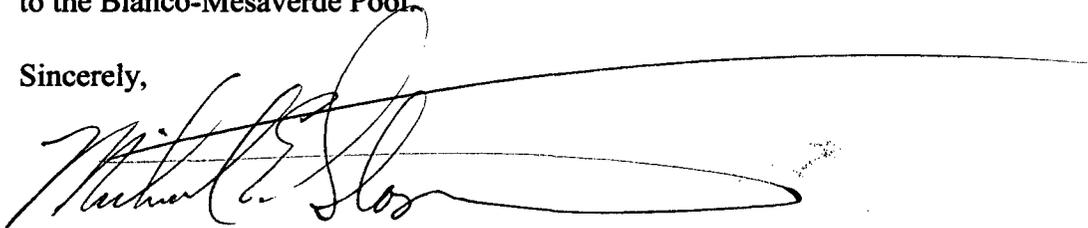
Reference is made to the following: (i) your application submitted to the New Mexico Oil Conservation Division ("Division") on May 19, 2004 (*administrative application reference No. pSEM0-414129424*); and (ii) the Division's records in Santa Fe: all concerning BP America Production Company's ("BP") request for an exception to the well location requirements provided within the "*Special Rules for the Blanco-Mesaverde Pool*," as promulgated by Division Order No. R-10987-A, issued in Case No. 12069 and dated February 1, 1999, as amended by Division Order No. R-10987-A (1), dated December 2, 2002, for BP's proposed Elliott Gas Com. "D" Well No. 1-C (API No. 30-045-32359) to be drilled at an unorthodox infill gas well location 2035 feet from the South line and 745 feet from the West line (Unit L) of Section 9, Township 30 North, Range 9 West, NMPM, Blanco-Mesaverde Pool (72319), San Juan County, New Mexico.

The Blanco-Mesaverde gas production from this well is to be included within an existing standard 320-acre lay-down gas spacing and proration unit ("GPU") comprising the S/2 of Section 9, which is currently dedicated to BP's: (i) Elliott Gas Com. "D" Well No. 1 (API No. 30-045-09607), located at a standard gas well location 990 feet from the South line and 1650 feet from the West line (Unit N) of Section 9; (ii) Elliott Gas Com. "D" Well No. 1-A (API No. 30-045-22138), located at a standard infill gas well location 960 feet from the South line and 830 feet from the East line (Unit P) of Section 9; and (iii) Elliott Gas Com. "D" Well No. 1-B (API No. 30-045-30988), located at a standard infill gas well location 1390 feet from the South line and 2250 feet from the East line (Unit J) of Section 9.

This application has been duly filed under the provisions of Division Rules 104.F and 605.B and the applicable rules governing the Blanco-Mesaverde Pool.

By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox Blanco-Mesaverde infill gas well location for the proposed Elliott Gas Com. "D" Well No. 1-C is hereby approved. Further, all four of the aforementioned Elliott Gas Com. "D" Wells No. 1, 1-A, 1-B, and 1-C, and existing 320-acre GPU will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico and to the Blanco-Mesaverde Pool.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", is written over a horizontal line. The signature is fluid and cursive, with a large loop at the end.

Michael E. Stogner  
Engineer/Hearing Officer

MS/ms

cc: New Mexico Oil Conservation Division – Aztec