

NSL 1/19/00



PHILLIPS PETROLEUM COMPANY
FARMINGTON, NEW MEXICO 87401
5525 HWY. 64 NBU 3004

December 22, 1999

DEC 30 1999
OIL CONSERVATION DIVISION

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

Attn: Ms. Lori Wrotenberry

**RE: REQUEST FOR ADMINISTRATIVE APPROVAL OF UNORTHODOX WELL LOCATION
SAN JUAN 29-5 UNIT #70M WELL
SE/4 SECTION 28-29N-5W
RIO ARRIBA COUNTY, NEW MEXICO
PHILLIPS CONTRACT C40452**

Ladies and Gentlemen:

Phillips Petroleum Company (Phillips) as Operator of the captioned well, respectfully requests administrative approval of an unorthodox well location for the said well.

Phillips proposes to drill the San Juan 29-5 Unit #70M well at a location of 280' FSL & 2355' FEL of Section 28-29N-5W, Rio Arriba County, New Mexico. This well will be a commingled well located in the Basin Dakota and Blanco Mesaverde Pools and will have the E/2 of Section 28 designated as the drillblock for the Mesaverde and as the drillblock for the Dakota. This is an orthodox location for the Mesaverde, (as per Order No. R-10987-A) and is an infill well for the Mesaverde Pool, however, it is not an orthodox location for the Dakota Pool as currently established.

The Mesaverde is being developed on the optional 160 acre basis. This well is located on fee lands. The surface owner (Mr. Don Candelaria) met with our representative and specifically requested that this location be used to minimize damage to his existing ranching operations. It is unlikely that a Dakota well could be drilled as a stand-alone well on an economic basis. The economics are improved through the investment savings realized by drilling the well as a Dakota/Mesaverde commingled well. The most viable alternative to recover Dakota reserves is to drill the Mesaverde infill wells as commingled wells, thus necessitating our request. Additionally, this creates less surface disturbance, and accommodates the Fee surface owners' request.

For your benefit in reviewing this request, we are providing the following:

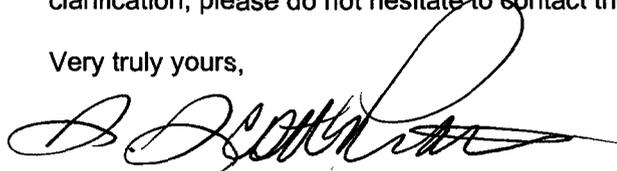
1. Form C-102 (and accompanying information)
2. A topographical plat of the area
3. A nine section plat exhibiting offset operators

This drill block is located within the confines of the San Juan 29-5 Unit and is completely surrounded by drillblocks operated by Phillips. Per the District OCD office in Aztec, it is our understanding that the 20 day notice period can be waived due to Phillips operating all offsetting drillblocks. We respectfully ask that if possible, the waiting period be waived and this request expedited.

Unorthodox Well Location
San Juan 29-5 Unit #70M Well
December 22, 1999
Page 2

We thank you for your considerate attention to this request and should you need additional information or clarification, please do not hesitate to contact the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'S. Scott Prather', written in a cursive style.

S. Scott Prather, CPL
Senior Landman
San Juan Basin
(505) 599-3410

cc: J. L. Mathis (r) C40452
Frank Chavez – OCD, Aztec
Offset Owners

District I
 191 Hug 1980, Hobbs, NM 88241-1980
 District II
 811 South First, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Artec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

Form C-102
 Revised October 18, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
4 Property Code		5 Property Name SAN JUAN 29-5 UNIT			6 Well Number 70M
7 OGRID No.		8 Operator Name PHILLIPS PETROLEUM COMPANY			9 Elevation 6650'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	28	29N	5W		280'	SOUTH	2355'	EAST	RIO ARRIBA

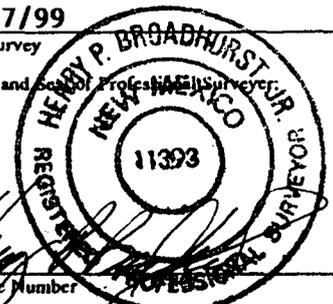
11 Bottom Hole Location If Different From Surface

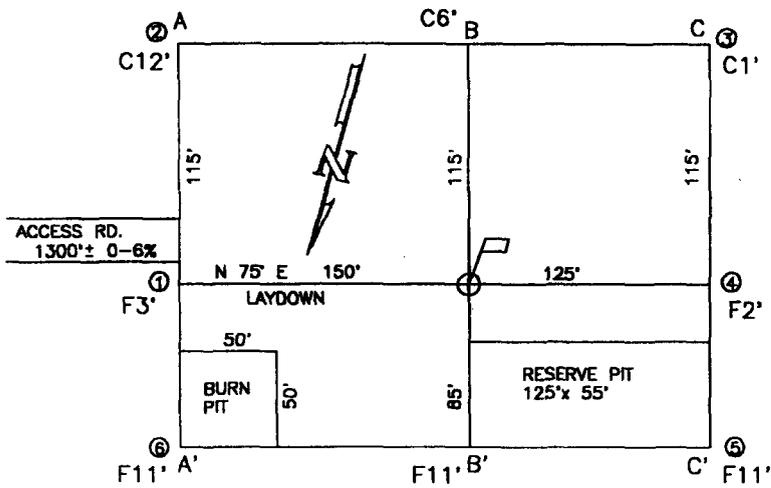
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16	S89°52'E	5281.32'	Section 28	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief
	5280.00'	5280.00'		
N00°01'E			N00°02'E	18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
				11/17/99 Date of Survey
				Signature and Seal of Professional Surveyor
	S89°51'E	280'	2355'	11393 Certificate Number
		5287.92'		





A-A' ELEVATION C/L

6670				
6660				
6650				
6640				
6630				

B-B' ELEVATION C/L

6670				
6660				
6650				
6640				
6630				

C-C' ELEVATION C/L

6670				
6660				
6650				
6640				
6630				

COMPANY: PHILLIPS PETROLEUM CO.

LEASE: SAN JUAN 29-5 UNIT No. 70M

FOOTAGE: 280 FSL 2355 FEL UNIT 0

SEC. 28 TWN. 29 N RNG. 5 W N.M.P.M.

COUNTY: RIO ARRIBA STATE: N.M.

ELEVATION: 6650

LATITUDE: 36-41-24

LONGITUDE: 107-21-40

	PHILLIPS PETROLEUM CO. FARMINGTON, NEW MEXICO	
	SURVEYED: 11/17/99	REV. DATE:
DRAWN BY: K.REA	DATE DRAWN: 11/20/99	FILE NAME: UF016
		P.O. BOX 3651 FARMINGTON, NM 87499 OFFICE: (505)334-0408

PHILLIPS PETROLEUM COMPANY

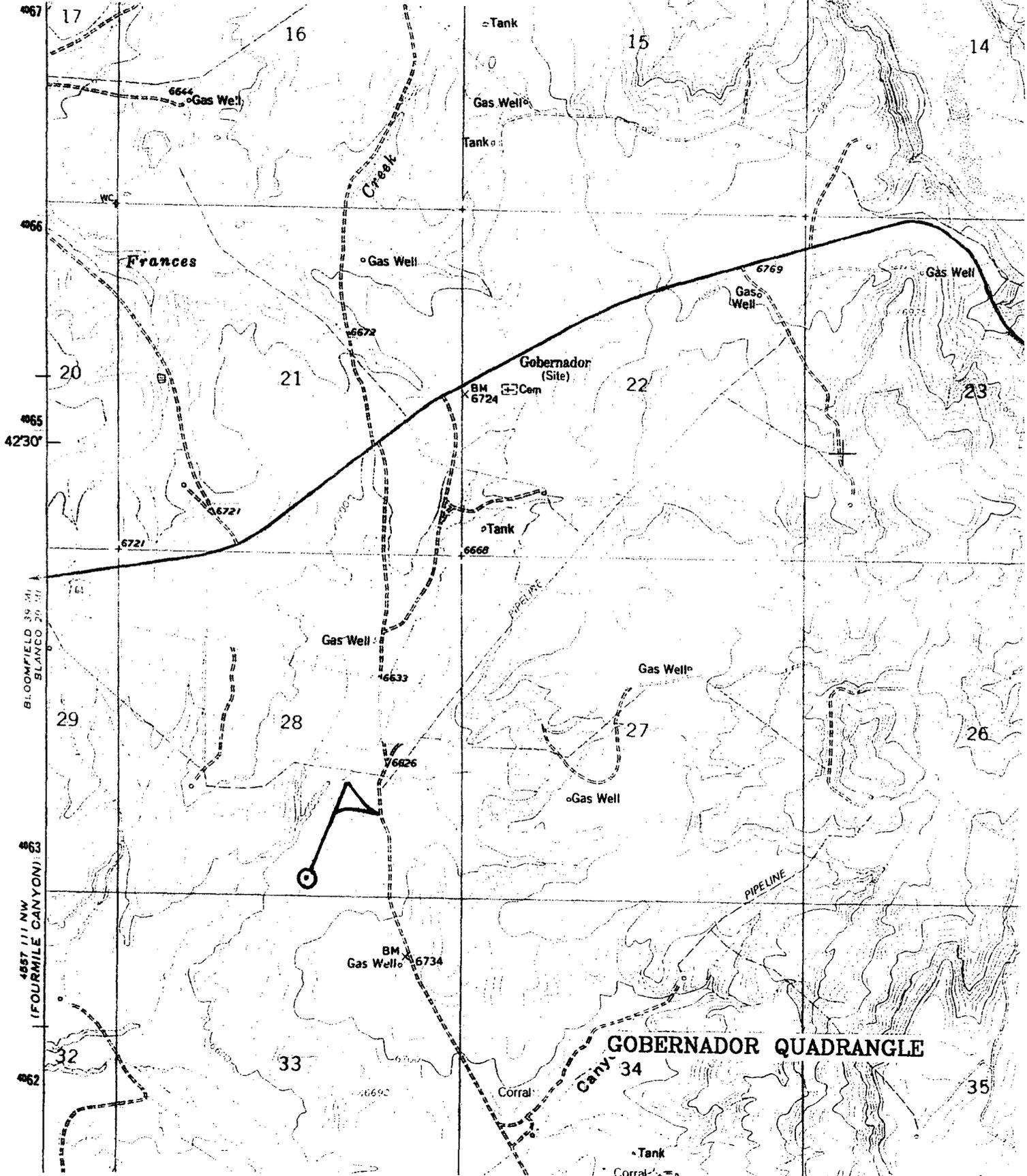
SAN JUAN 29-5 UNIT No. 70M

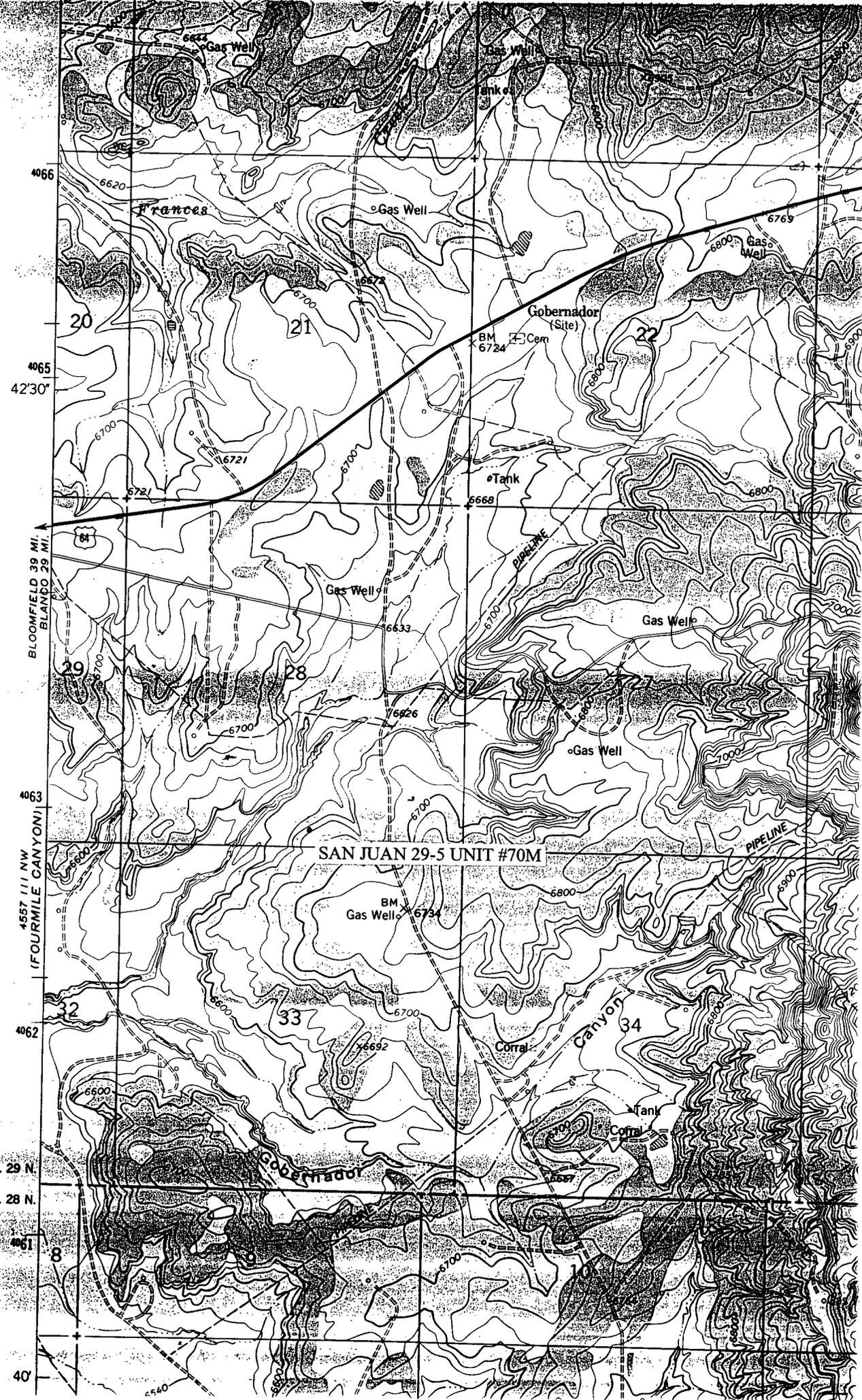
280' FSL, 2355' FEL

SE/4 SEC. 28, T-29-N, R-05-W, N.M.P.M.,

RIO ARRIBA COUNTY, NEW MEXICO

GROUND LEVEL ELEVATION: 6650'





4066

42'30"

BLOOMFIELD 39 MI.
BLANCO 39 MI.

4063

1557 III NW
(FOURMILE CANYON)

4062

T. 29 N.

T. 28 N.

4061

40

SAN JUAN 29-5 UNIT #70M

**PLAT OF OFFSET OPERATORS
SAN JUAN 29-5 UNIT #70M**

20 PHILLIPS PETROLEUM COMPANY	21 PHILLIPS PETROLEUM COMPANY	22 PHILLIPS PETROLEUM COMPANY
29 PHILLIPS PETROLEUM COMPANY	28 #70M •	27 PHILLIPS PETROLEUM COMPANY
32 PHILLIPS PETROLEUM COMPANY	33 PHILLIPS PETROLEUM COMPANY	34 PHILLIPS PETROLEUM COMPANY

CMD : ONGARD 02/03/00 11:25:06
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TQAE

API Well No : 30 39 21050 Eff Date : 06-01-1977 WC Status : A
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)
OGRID Idn : 17654 PHILLIPS PETROLEUM CO NW
Prop Idn : 9256 SAN JUAN 29 5 UNIT

Well No : 070
GL Elevation: 6630

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: H	28	29N	05W	FTG 1760 F N FTG	960 F E	P

Lot Identifier:

Dedicated Acre: 320.00

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 02/03/00 11:25:28
OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TQAE

OGRID Idn : 17654 API Well No: 30 39 26299 APD Status(A/C/P): A
Opr Name, Addr: PHILLIPS PETROLEUM CO NW Aprvl/Cncl Date : 01-07-2000
5525 HWY 64 NBU 3004
FARMINGTON,NM 87401

Prop Idn: 9256 SAN JUAN 29 5 UNIT Well No: 70 M

	U/L	Sec	Township	Range	Lot Idn	North/South	East/West
Surface Locn	: O	28	29N	05W		FTG 280 F S	FTG 2355 F E
OCD U/L	: O		API County	: 39			

Work typ(N/E/D/P/A) : N Well typ(O/G/M/I/S/W/C): G Cable/Rotary (C/R) : F
Lease typ(F/S/P/N/J/U/I): P Ground Level Elevation : 6650

State Lease No: Multiple Comp (Y/N) : Y
Prpsd Depth : 8057 Prpsd Frmtn : BLANCO MV/BASIN DK

E0009: Enter data to modify record

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06 CONFIRM
PF07	PF08	PF09 PRINT	PF10 C102	PF11 HISTORY	PF12

CMD : ONGARD 02/03/00 11:25:33
OG6C102 C102-WELL LOCATION, DEDICATED ACREAGE PLAT OGOMES -TQAE

API Well No : 30 39 26299 Well No : 70 M Eff Date :
Pool Idn :

Prop Idn : 9256 SAN JUAN 29 5 UNIT

OGRID Idn : 17654 PHILLIPS PETROLEUM CO NW
GL Elevation : 6650

U/L Sec Township Range North/South East/West Prop/Act (P/A)

B.H. Locn : 0 28 29N 05W FTG 280 F S FTG 2355 F E

OCD U/L : 0

Lot Identifier: API County : 39

Ogrid Name at Plugging time :

If more than 1 lease of different ownership is dedicated to the
well, have the interest of all owners been consolidated? (Y/N) :

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

E6910: No matching record found. Enter Pool to create

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 PF08 PF09 PRINT PF10 NEXT-WC PF11 HISTORY PF12 ACRE

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

02/03/00 11:12:56
OGOMES -TQAE
PAGE NO: 1

Sec : 28 Twp : 29N Rng : 05W Section Type : NORMAL

D 40.00 Federal owned U	C 40.00 Federal owned U	B 40.00 Fee owned U	A 40.00 Fee owned U
E 40.00 Federal owned U A	F 40.00 Fee owned U	G 40.00 Fee owned U A	H 40.00 Fee owned U A

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

02/03/00 11:13:00
OGOMES -TQAE
PAGE NO: 2

Sec : 28 Twp : 29N Rng : 05W Section Type : NORMAL

L 40.00 Fee owned U A	K 40.00 Fee owned U	J 40.00 Fee owned U	I 40.00 Fee owned U
M 40.00 Federal owned U A	N 40.00 Federal owned U	O 40.00 Fee owned U A	P 40.00 Fee owned U

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

CMD : ONGARD 02/03/00 11:48:16
OG6ACRE C102-DEDICATE ACREAGE OGOMES -TPV2

Page No : 1

API Well No : 30 39 21050 Eff Date : 04-30-1991
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)
Prop Idn : 9256 SAN JUAN 29 5 UNIT Well No : 070
Spacing Unit : 30933 OCD Order : Simultaneous Dedication:
Sect/Twp/Rng : Acreage : 320.00 Revised C102? (Y/N) :
Dedicated Land:

S	Base	U/L	Sec	Twp	Rng	Acreage	L/W	Ownership	Lot	Idn
	A		28	29N	05W	40.00	N	FE		
	B		28	29N	05W	40.00	N	FE		
	G		28	29N	05W	40.00	N	FE		
	H		28	29N	05W	40.00	N	FE		
	I		28	29N	05W	40.00	N	FE		
	J		28	29N	05W	40.00	N	FE		
	O		28	29N	05W	40.00	N	FE		
	P		28	29N	05W	40.00	N	FE		

E0005: Enter data to modify or PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF

Stogner, Michael

From: Chavez, Frank
Sent: Thursday, February 17, 2000 4:24 PM
To: Stogner, Michael
Subject: NSL's

After talking to Patsy it appears I haven't done too good a job managing these NSL's. I'm not as good at it as Ernie was.

The 29-5 #60M & #70M are OK for approval.

Please send me a list of those that you are waiting on a response from me. Thanks.