

E-mailed as NSL-1228.A

Received 2-7-95
Released 2-7-95

February 7, 1995

Phillips Petroleum Company
Attention: Patrick H. Noah
5525 Highway 64 - NBU 3004
Farmington, New Mexico 87401

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).

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

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1st draft

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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} ~~this well~~ 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} ~~the No. 58~~ 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).

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 location of the San Juan "32-7" Unit Well No. 58 in the Blanco-Mesaverde Pool is hereby approved.

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Sincerely,

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec
U. S. Bureau of Land Management - Farmington
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