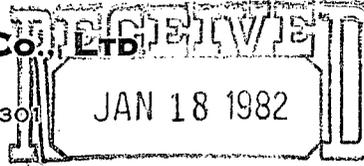


BLACKWOOD & NICHOLS CO., LTD.

P. O. BOX 1237
DURANGO, COLORADO 81301

(303) 247-0728



OIL CONSERVATION DIVISION
SANTA FE

January 14, 1982

*NSL-1478
Blanco Mesaverde Pool
Rule 104 F
Immediate*

Mr. Joe D. Ramey, Secretary-Director
New Mexico Energy Resources Board
c/o New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

As operator of the Northeast Blanco Unit, we are requesting administrative approval of a non-standard well location to be completed in the Mesaverde Formation.

We intend to drill the Northeast Blanco Unit Well No. 72A, an infill well, located 430' F/SL - 1990' F/EL, O-29-31N-7W, San Juan County, New Mexico.

This location is on Federal Royalty, and under the surface control of the United States Bureau of Land Management, who has witnessed this proposed well site. It is located on the slope of a large flat mesa with steep cliffs to the East and North, and without unnecessary expense is the most logical well site agreeable to all parties.

All offset acreage is within the bounds of the Northeast Blanco Unit and will not present a drainage problem to any offset operator.

Very truly yours,

BLACKWOOD & NICHOLS CO., LTD.

DeLasso Loos
DeLasso Loos
District Manager

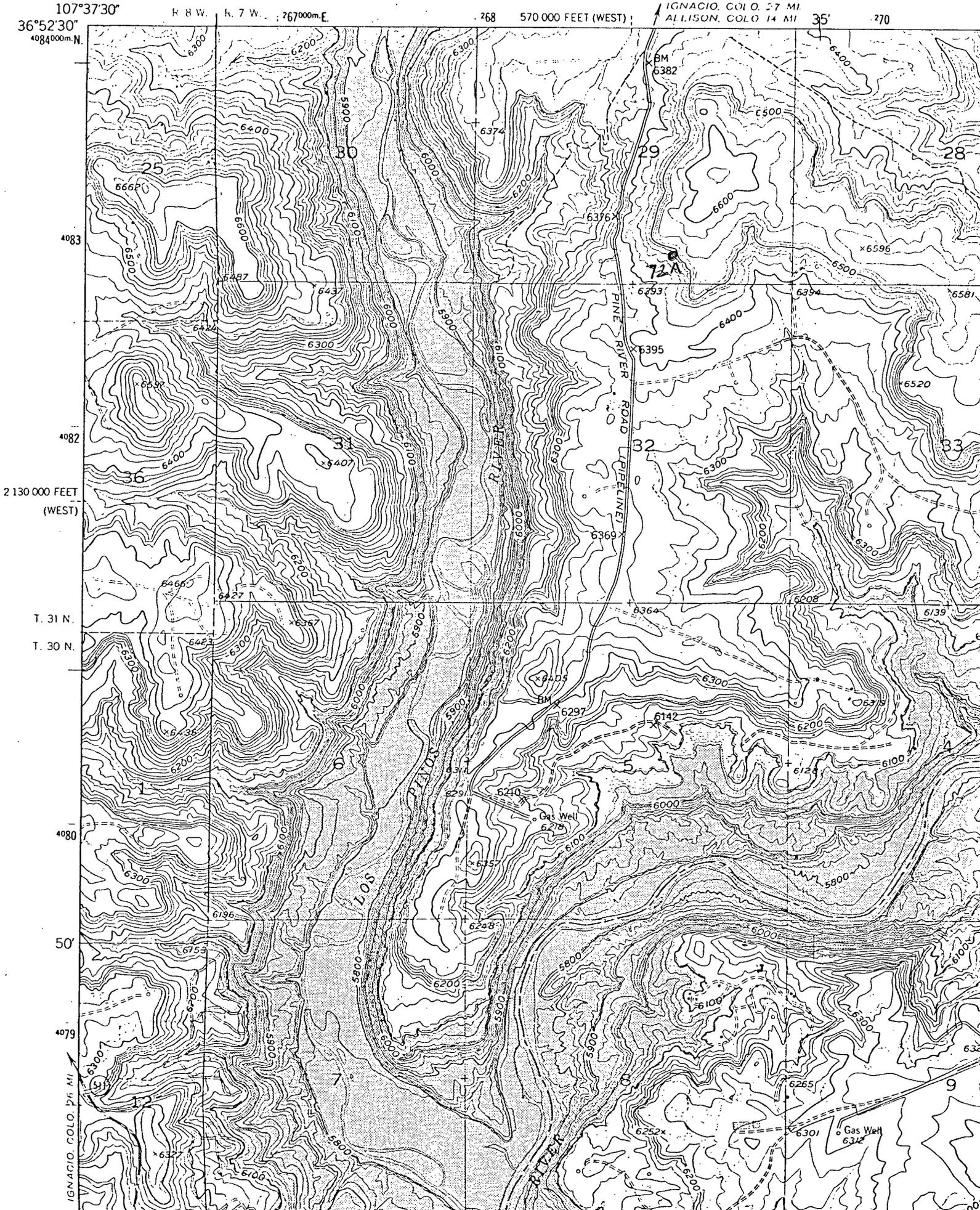
DL:ew

Attachments

cc: N. M. Oil Conserv. Commission - Aztec
U.S.G.S. - Farmington

457 DAM
1,022,500

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY



IGNACIO, COLO. 27 MI
ALLISON, COLO. 14 MI

2 130 000 FEET
(WEST)

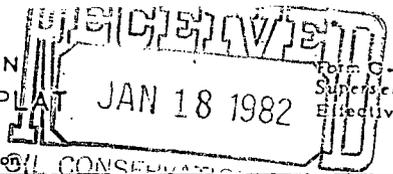
T. 31 N.
T. 30 N.

50'

4079

IGNACIO, COLO. 27 MI

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT



Form G-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section

Operator BLACKWOOD & NICHOLS		Lease NORTHEAST BLANCO UNIT		SANTA FE DISTRICT 72A	
--	--	---------------------------------------	--	---------------------------------	--

Unit Letter 0	Section 29	Township 31 N.	Range 7W., N.M.P.M.	County SAN JUAN	
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Actual Footage Location of Well
430 feet from the **south** line and **1990** feet from the **east** line

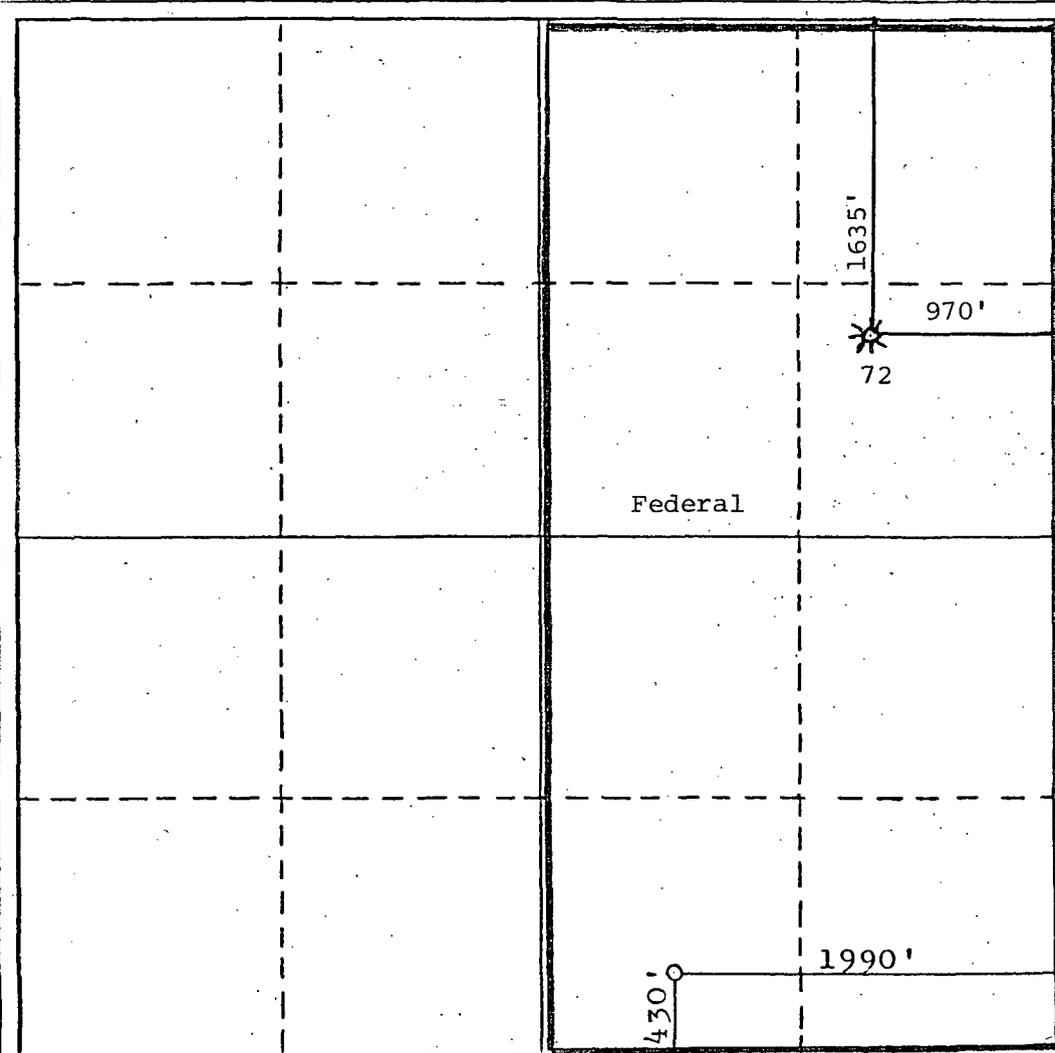
Ground Level Elev: 6464 U.G.	Producing Formation Mesaverde	Pool Blanco-Mesaverde	Dedicated Acreage: 320 Acres
--	---	---------------------------------	--

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation Unitization

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

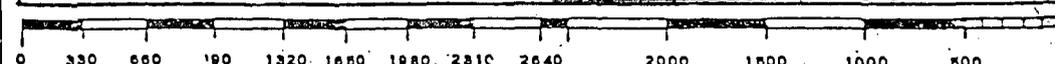
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

DeLasso Loos

Name DeLasso Loos
Position District Manager
Company Blackwood & Nichols Co., Ltd.
Date January 4, 1982

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 knowledge and belief.

Date Surveyed Nov. 5, 1981
Registered Professional Engineer and/or Land Surveyor <i>John A. Kroeger</i> John A. Kroeger, RLS
Certificate No. 1941





1470

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 1-29-82

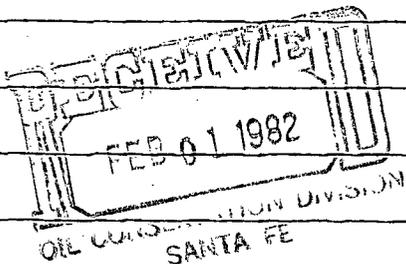
RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated Jan 15 1982
for the Blackwood & Nichols Co. Ltd. NEBU # 72A O-29-31N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve



Yours truly,

Jeff A. Edmister