

HIXON DEVELOPMENT COMPANY

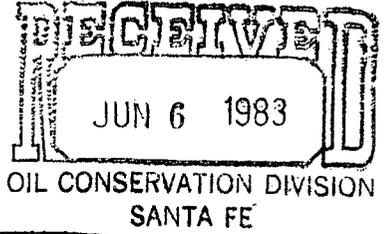
P. O. BOX 2810

FARMINGTON, NEW MEXICO 87401

June 1, 1983

Mr. Joe D. Ramey, Director  
State of New Mexico  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501

*NS 1718  
Rule 104 F  
No offsets  
Immediate*



Subject: ~~Request for Exception~~ to Standard Location  
Central Bisti Unit Well No. 84  
1200' FSL, 720' FEL  
Section 5, T25N, R12W  
San Juan County, New Mexico

*Bisti - Lower Gallup Pool*

Dear Mr. Ramey:

Hixon Development Company requests administrative approval of an exception to standard oil well locations for the subject Unitized oil well on the basis of reservoir conditions. Per the attached plat we desire to drill the Central Bisti Well No. 84 at 1200' FSL, 720' FEL, Section 5, T25N, R12W in order to be outside of a previously swept waterflood area.

The Central Bisti Unit Well No. 57, 660' FSL, 1980' FEL, Section 5, T25N, R12W which is a southwest offset to the subject well is located within the above mentioned swept area. At last production this well had a water cut of 96% which makes it uneconomical to produce at this time.

Water Injection Well No. 13, 660' FNL, 660' FEL, Section 8, T25N, R12W is the nearest water injection well and is a south offset to the subject well.

To the north Central Bisti Unit Well No. 84 is offset by Central Bisti Well No. 9, 1980' FSL, 660' FEL, Section 5, T25N, R12W. This well is currently producing 55% oil.

It is therefore desirable that we be granted an exception to location in order to fully develop the existing reserves through our on going waterflood program.

Very truly yours,

Hixon Development Company

by *Aldrich L. Kuchera*

Aldrich L. Kuchera  
Executive Vice President

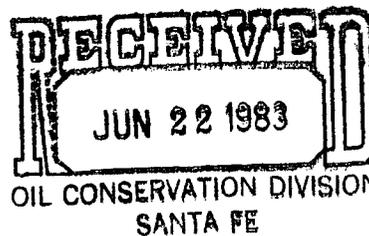
ALK:cb

Attachment

375 6984

HIXON DEVELOPMENT COMPANY

P. O. BOX 2810  
FARMINGTON, NEW MEXICO 87401



June 17, 1983

Mr. R.L. Stamets  
Technical Support Chief  
Energy and Minerals Department  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501

Subject: Application for Non-Standard Location  
Central Bisti Unit No. 84  
1200' FSL, 720' FEL  
Section 5, T25N, R12W, San Juan County

*Phone call by  
Jeff Eckman on  
6-22-83  
Hixon is only operator  
in the Unit.*

Dear Mr. Stamets:

Per your request, additional data on offset lease ownership is as follows:

<u>LOCATION</u>	<u>LEASE OWNERSHIP</u>	<u>REMARKS</u>
SE/4, Section 5	Hixon Development Company	
SW/4, Section 4	Hixon Development Company	
N/2, Section 9	Phillips Petroleum	This acreage is assigned to and operated by Hixon.
N/2, Section 8	Hixon Development Company	
SW/4, Section 5	Hixon Development Company	
NW/4, Section 5	Hixon Development Company	
S/2 NE/4, Section 5	Hixon Development Company	
NW/4, Section 4	Tesoro Petroleum	
SW/4, Section 4	Hixon Development Company	

The only non-Hixon operated offset lease to the Central Bisti Unit No. 84 proposed well in the SE/4, Section 5, T25N, R12W is owned by Tesoro Petroleum. Tesoro Petroleum has been notified of the proposed non-standard well location by certified mail with a copy of the non-standard location request letter dated June 1, 1983.

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Please let me know if I can be of further help in this matter.

Very truly yours,

Hixon Development Company

A handwritten signature in cursive script, appearing to read "Aldrich L. Kuchera".

Aldrich L. Kuchera  
Executive Vice President

ALK:elr

Attachment





STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

June 10, 1983

TONY ANAYA  
GOVERNOR

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Hixon Development Company  
P. O. Box 2810  
Farmington, NM 87401

Re: Application for Non-Standard  
Location: Central Bisti Unit Well  
#84, 1200' FSL and 720' FEL of Sec.  
5, T-15-N, R-12-W, San Juan County

We may not process the subject application for non-standard location until the required information or plats checked below (is)(are) submitted.

- A plat must be submitted clearly showing the ownership of the offsetting leases.
- A statement must be submitted that offset owners have been notified of the application by certified mail.
- A plat must be submitted fully identifying the topography necessitating the non-standard location.
- Other:

Very truly yours,

R. L. STAMETS  
Technical Support Chief

RLS/dr