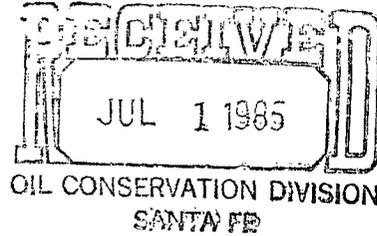


Release July 22, 1985

June 27, 1985



Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Administrative Order NSL-2032
ARCO State No. 1-Y Well
Township 15 South, Range 36 East, NMPM
Section 35: SW/4 NW/4
Lea County, New Mexico

Gentlemen:

Enclosed for filing, please find three copies of the Amended Application of Bliss Petroleum, Inc. for Administrative Approval of an Unorthodox Oil Well Location, Lea County, New Mexico. Waivers have been requested from all offset operators. This amendment is required because Applicant's previously approved well was junked when the casing collapsed.

Please let us know if you need anything further in connection with this matter. Your prompt attention to this matter will be appreciated.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER

A handwritten signature in cursive script, appearing to read "Chad Dickerson".

Chad Dickerson

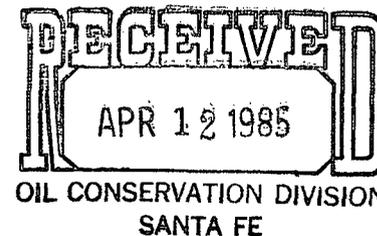
CD:pvm
Enclosures

cc w/enclosure: Mr. Paul Bliss

Release May 4, 1985

By DEC

April 10, 1985



Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

*NSL-2032
RULE-104(F)*

Re: Township 15 South, Range 36 East, NMPM
Section 35: SW/4 NW/4
Lea County, New Mexico

Ara State No. 1

Gentlemen:

Enclosed for filing, please find three copies of the Application of Bliss Petroleum, Inc. for Administrative Approval of an Unorthodox Oil Well Location, Lea County, New Mexico.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER



Chad Dickerson

CD:pvm
Enclosures

cc w/enclosure: Mr. Paul Bliss

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : CASE NO. _____
UNORTHODOX OIL WELL LOCATION, :
LEA COUNTY, NEW MEXICO :
_____ :

APPLICATION

COMES NOW Bliss Petroleum, Inc., by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of all horizons from the surface down to the base of the Devonian formation, underlying SW/4 NW/4 Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and proposes to drill its well at a point located 830 feet from the west line and 2,310 feet from the north line of said Section 35, and to dedicate the SW/4 NW/4 to the well.

2. The necessity for an unorthodox location is based on topographical conditions in that an orthodox location would place the well within 100 feet of a six-inch pipeline of Shell Oil Company across said lands, and in a plowed field of the surface owner necessitating building a road across said field. Said unorthodox location will result in applicant's well being located out of the plowed field and approximately 200 feet from such existing pipeline, and adjacent to an existing road.

3. Exhibit "A" attached hereto is a plat showing the ownership of all leases offsetting the spacing unit for which the unorthodox location is sought, and all wells completed thereon.

4. Exhibit "B" is a topographical map showing the location of the six-inch pipeline crossing said lands.

5. Notification has been made to all operators of spacing or proration units offsetting the unit for which the unorthodox location is sought, by certified mail, return receipt requested, as follows:

<u>NAME</u>	<u>ADDRESS</u>
ARCO Oil and Gas Company	P. O. Box 1610 Midland, TX 79702
V-F Petroleum, Inc.	One Marienfeld Place Suite 580 Midland, TX 79701 Attn: J. N. Fullinwider
W. A. Moncrief, Jr.	Fort Worth Club Tower Suite 1200 Fort Worth, TX 76102
Mobil Producing Texas & New Mexico	P. O. Box 633 Midland, TX 79702
Marathon Oil Company	P. O. Box 552 Midland, TX 79702

6. The applicant seeks an exception to the well location requirements of Rule 104(F)(III) of the Oil Conservation Division to permit the drilling of the well at the above mentioned unorthodox location to a depth sufficient to adequately test all formations from the surface through the base of the Devonian formation.

7. A standard 40-acre oil proration unit comprising the SW/4 NW/4 of said Section 35 should be dedicated to such well or to such lesser portion thereof as is reasonably shown to be productive of oil.

8. The approval of this application will prevent waste and protect correlative rights.

WHEREFORE, applicant prays:

A. That the Division grant administrative approval to applicant to drill its well at a point 830 feet from the west line and 2,310 feet from the north line of said Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and to dedicate the SW/4 NW/4 to said well.

B. And for such other and further relief as may be just in the premises.

BLISS PETROLEUM, INC.

By: 
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant

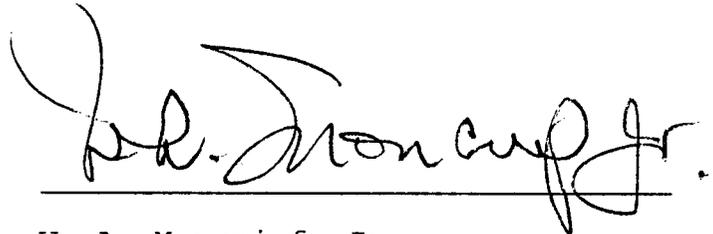
JUL 11 1985
OIL CONSERVATION DIVISION
SANTA FE

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : ADMINISTRATIVE ORDER
UNORTHODOX OIL WELL LOCATION, : NSL-2032
LEA COUNTY, NEW MEXICO :
_____ :

WAIVER

COMES NOW W. A. Moncrief, Jr., acknowledges receipt of a copy of the Amended Application filed herein, waives its right to file any objection to said Amended Application, and consents that the Oil Conservation Division may enter its administrative approval to the Amended Application.

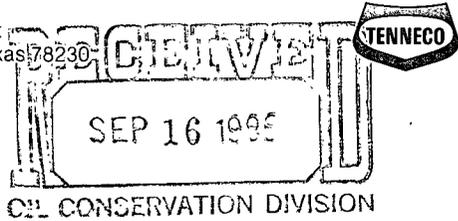


W. A. Moncrief, Jr.

Tenneco Oil
Exploration and Production
A Tenneco Company

Southwestern Division

7990 IH 10 West
San Antonio, Texas 78230
(512) 366-8000



NSL-2132

August 27, 1985

Plains Radio Broadcasting
Attention: Jim Walker
P.O. Box 9354
Amarillo, TX 79105

Dear Mr. Walker:

To verify your verbal waiver of the unorthodox location of the Plains SL 19 #1, 380' FNL & 2200' FEL, Unit Letter B, Sec. 19, T10S, R28E, Chaves County, New Mexico, would you please sign this letter and forward it to the Oil Conservation Division (envelope enclosed).

Your cooperation in this matter is greatly appreciated.

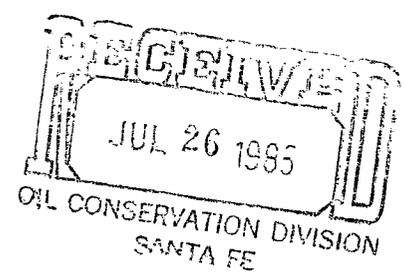
Sincerely,

Susan Peet

SP/bv/5298Z

Waiver approved

July 24, 1985



Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Administrative Order NSL-2032
ARCO State No. 1-Y Well
Township 15 South, Range 36 East, NMPM
Section 35: SW/4 NW/4
Lea County, New Mexico

Gentlemen:

Enclosed for filing, please find a Waiver executed on behalf of VF-Petroleum, Inc. in connection with the captioned matter.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER

Chad Dickerson

CD:pvm
Enclosure

cc w/enclosure: Mr. Paul Bliss

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

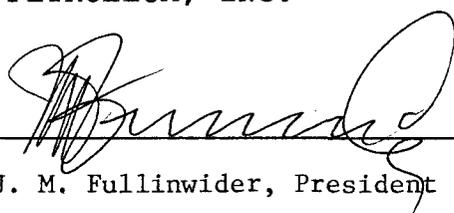
IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : ADMINISTRATIVE ORDER
UNORTHODOX OIL WELL LOCATION, : NSL-2032
LEA COUNTY, NEW MEXICO :
:

WAIVER

COMES NOW V-F Petroleum, Inc., acknowledges receipt of a copy of the Amended Application filed herein, waives its right to file any objection to said Amended Application, and consents that the Oil Conservation Division may enter its administrative approval to the Amended Application.

V-F PETROLEUM, INC.

By: _____


J. M. Fullinwider, President

LOVINGTON QUADRANGLE
 NEW MEXICO-LEA CO.
 7.5 MINUTE SERIES (TOPOGRAPHIC)
 NE/4 LOVINGTON 15 QUADRANGLE

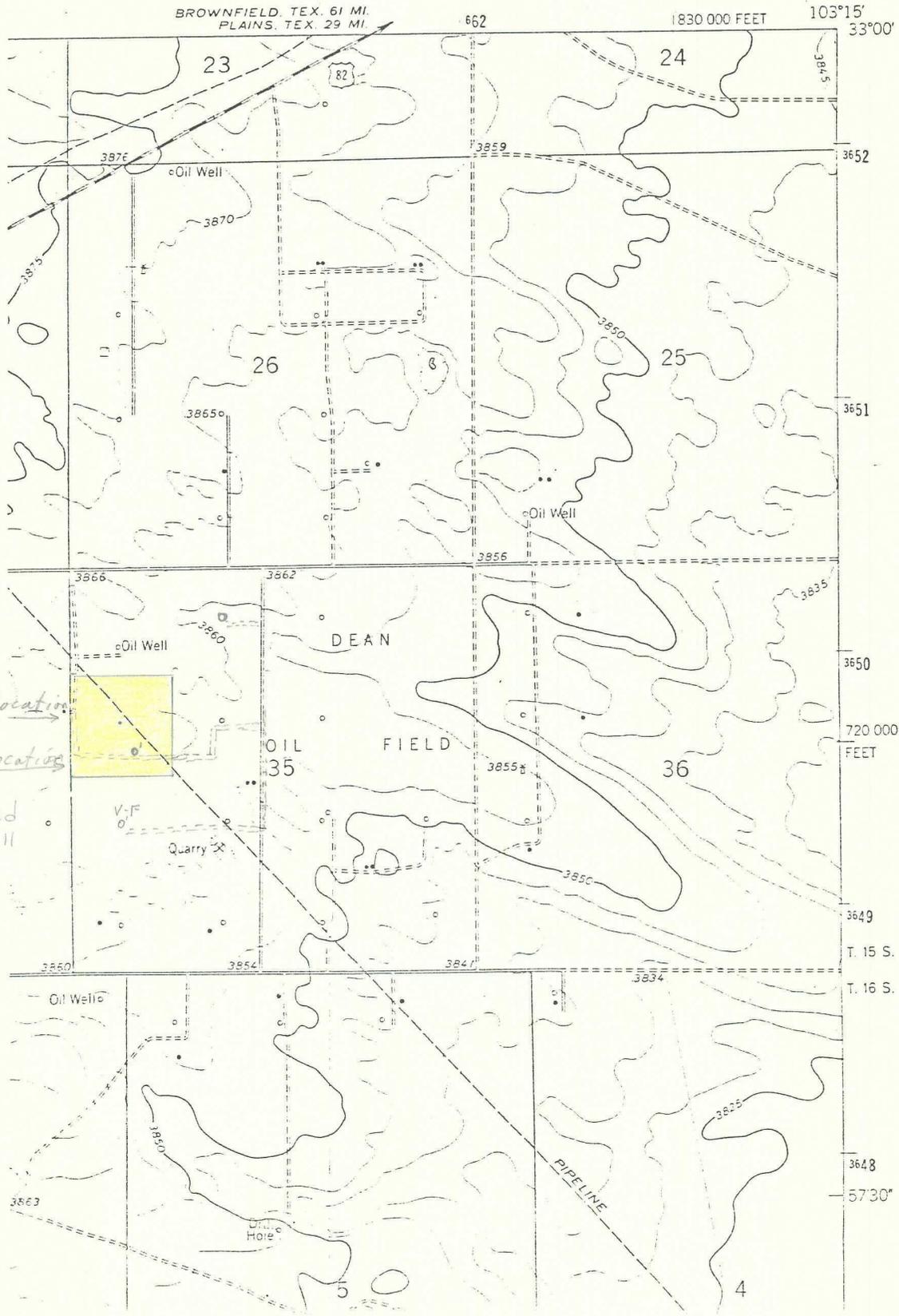
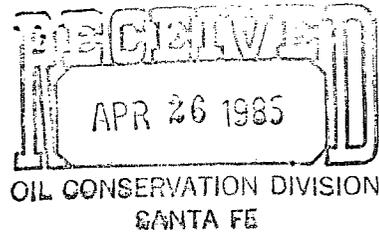


EXHIBIT "B"

ARCO Oil and Gas Company
Permian District
Post Office Box 1610
Midland, Texas 79702
Telephone 915 684 0100



April 22, 1985

Richard L. Stamets, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

Waiver for Unorthodox Oil Well Location Request
Bliss Petroleum, Inc., SW/4 NW/4 Section 35, T15S, R36E
Lea County, New Mexico

ARCO Oil and Gas Company (AOGC) hereby waives its right to object to a request by Bliss Petroleum, Inc. for an oil well unorthodox location 830 feet from the west line and 2,310 feet from the north line of Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico. It is understood that the application is only for a well to test the Devonian formation, and that a 40-acre oil pro-ration unit comprising the SW/4 NW/4 of Section 35 will be dedicated to such well.

Yours very truly,

C. L. Payken

CLP:sc

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : CASE NO. _____
UNORTHODOX OIL WELL LOCATION, :
LEA COUNTY, NEW MEXICO :
_____ :

WAIVER

COMES NOW Marathon Oil Company, acknowledges receipt of a copy of the Application filed herein, waives its right to file any objection to said application, and consents that the Oil Conservation Division may enter its administrative approval to the application.

MARATHON OIL COMPANY

By: *J. Howell*
District Engineer
9/17/85

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : CASE NO. _____
UNORTHODOX OIL WELL LOCATION, :
LEA COUNTY, NEW MEXICO :
_____ :

WAIVER

COMES NOW Mobil Producing Texas & New Mexico, acknowl-
edges receipt of a copy of the Application filed herein, waives
its right to file any objection to said application, and consents
that the Oil Conservation Division may enter its administrative
approval to the application.

MOBIL PRODUCING TEXAS & NEW MEXICO



By: [Signature]
G. E. Tate
Environmental and Regulatory Manager
5/10/85
GET/hw

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : ADMINISTRATIVE ORDER
UNORTHODOX OIL WELL LOCATION, : NSL-2032
LEA COUNTY, NEW MEXICO :
_____ :

AMENDED APPLICATION

COMES NOW Bliss Petroleum, Inc., by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of all horizons from the surface down to the base of the Devonian formation, underlying SW/4 NW/4 Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and proposes to drill its ARCO State No. 1-Y Well at a point located 930 feet from the west line and 2,310 feet from the north line of said Section 35, and to dedicate the SW/4 NW/4 to the well.

2. By Administrative Order NSL-2032 dated May 4, 1985, the Oil Conservation Division approved a non-standard location for the ARCO State No. 1 Well, to be located 830 feet from the west line and 2,310 feet from the north line of said Section 35, with the SW/4 NW/4 Section 35 to be dedicated to the well.

3. In the drilling of the ARCO State No. 1 Well, the hole was lost and it is necessary that the rig be moved 100 feet, so that the ARCO State 1-Y Well should be located 930 feet from

the west line and 2,310 feet from the north line of said Section 35.

4. The applicant seeks an exception to the well location requirements of Rule 104(F)(III) of the Oil Conservation Division to permit the drilling of the well at the above mentioned unorthodox location to a depth sufficient to adequately test all formations from the surface through the base of the Devonian formation.

5. A standard 40-acre oil proration unit comprising the SW/4 NW/4 of said Section 35 should be dedicated to such well or to such lesser portion thereof as is reasonably shown to be productive of oil.

6. Notification has been made to all operators of spacing or proration units offsetting the unit for which the unorthodox location is sought, by certified mail, return receipt requested, as follows:

<u>NAME</u>	<u>ADDRESS</u>
ARCO Oil and Gas Company	P. O. Box 1610 Midland, TX 79702
V-F Petroleum, Inc.	One Marienfeld Place Suite 580 Midland, TX 79701 Attn: J. N. Fullinwider
W. A. Moncrief, Jr.	Fort Worth Club Tower Suite 1200 Fort Worth, TX 76102
Mobil Producing Texas & New Mexico	P. O. Box 633 Midland, TX 79702

7. The approval of this application will prevent waste and protect correlative rights.

WHEREFORE, applicant prays:

A. That the Division grant administrative approval to applicant to drill its ARCO State 1-Y Well at a point 930 feet from the west line and 2,310 feet from the north line of said Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and to dedicate the SW/4 NW/4 to said well.

B. And for such other and further relief as may be just in the premises.

BLISS PETROLEUM, INC.

By: 
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : ADMINISTRATIVE ORDER
UNORTHODOX OIL WELL LOCATION, : NSL-2032
LEA COUNTY, NEW MEXICO :
:

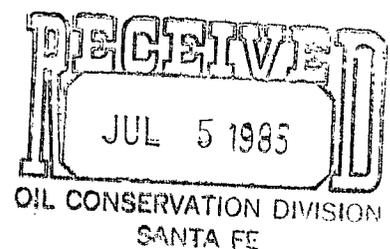
WAIVER

COMES NOW Mobil Producing Texas & New Mexico, acknowledges receipt of a copy of the Amended Application filed herein, waives its right to file any objection to said Amended Application, and consents that the Oil Conservation Division may enter its administrative approval to the Amended Application.

MOBIL PRODUCING TEXAS & NEW MEXICO

By:  (G. E. Tate)
Environmental & Regulatory Manager

GET/hw
7/2/85



ARCO Oil and Gas Company
Permian District
Post Office Box 1610
Midland, Texas 79702
Telephone 915 684 0100



July 1, 1985

Richard L. Stamets, Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Stamets:

Waiver for Unorthodox Oil Well Location Request
Bliss Petroleum, Inc., SW/4 NW/4 Section 35, T15S, R36E
Lea County, New Mexico

ARCO Oil and Gas Company (AOGC) hereby waives its right to object to a request by Bliss Petroleum, Inc. for an oil well unorthodox location 930 feet from the west line and 2,310 feet from the north line of Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico. It is understood that the application is only for a well to test the Devonian formation, and that a 40-acre oil proration unit comprising the SW/4 NW/4 of Section 35 will be dedicated to such well.

Yours very truly,

C. L. Payken

CLP:kk



BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION :
OF BLISS PETROLEUM, INC., FOR :
ADMINISTRATIVE APPROVAL OF AN : CASE NO. _____
UNORTHODOX OIL WELL LOCATION, :
LEA COUNTY, NEW MEXICO :
_____ :

APPLICATION

COMES NOW Bliss Petroleum, Inc., by its attorneys, and in support hereof, respectfully states:

1. Applicant is the operator of all horizons from the surface down to the base of the Devonian formation, underlying SW/4 NW/4 Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and proposes to drill its well at a point located 830 feet from the west line and 2,310 feet from the north line of said Section 35, and to dedicate the SW/4 NW/4 to the well.

2. The necessity for an unorthodox location is based on topographical conditions in that an orthodox location would place the well within 100 feet of a six-inch pipeline of Shell Oil Company across said lands, and in a plowed field of the surface owner necessitating building a road across said field. Said unorthodox location will result in applicant's well being located out of the plowed field and approximately 200 feet from such existing pipeline, and adjacent to an existing road.

3. Exhibit "A" attached hereto is a plat showing the ownership of all leases offsetting the spacing unit for which the unorthodox location is sought, and all wells completed thereon.

4. Exhibit "B" is a topographical map showing the location of the six-inch pipeline crossing said lands.

5. Notification has been made to all operators of spacing or proration units offsetting the unit for which the unorthodox location is sought, by certified mail, return receipt requested, as follows:

<u>NAME</u>	<u>ADDRESS</u>
ARCO Oil and Gas Company	P. O. Box 1610 Midland, TX 79702
V-F Petroleum, Inc.	One Marienfeld Place Suite 580 Midland, TX 79701 Attn: J. N. Fullinwider
W. A. Moncrief, Jr.	Fort Worth Club Tower Suite 1200 Fort Worth, TX 76102
Mobil Producing Texas & New Mexico	P. O. Box 633 Midland, TX 79702
Marathon Oil Company	P. O. Box 552 Midland, TX 79702

6. The applicant seeks an exception to the well location requirements of Rule 104(F)(III) of the Oil Conservation Division to permit the drilling of the well at the above mentioned unorthodox location to a depth sufficient to adequately test all formations from the surface through the base of the Devonian formation.

7. A standard 40-acre oil proration unit comprising the SW/4 NW/4 of said Section 35 should be dedicated to such well or to such lesser portion thereof as is reasonably shown to be productive of oil.

8. The approval of this application will prevent waste and protect correlative rights.

WHEREFORE, applicant prays:

A. That the Division grant administrative approval to applicant to drill its well at a point 830 feet from the west line and 2,310 feet from the north line of said Section 35, Township 15 South, Range 36 East, N.M.P.M., Lea County, New Mexico, and to dedicate the SW/4 NW/4 to said well.

B. And for such other and further relief as may be just in the premises.

BLISS PETROLEUM, INC.

By: Chad Dickerson
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant

