

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

BCU # 240 E

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

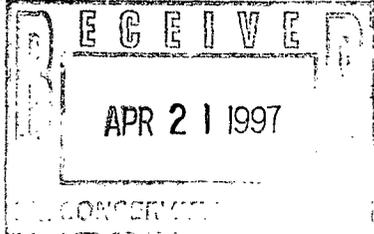
- [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
- [DD-Directional Drilling] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Directional Drilling
- NSL NSP DD SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
- DHC CTB PLC PC OLS OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
- WFX PMX SWD IPI EOR PPR



[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners ^{UNIT} ALL OFFSETS = AMOCD
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I further verify that all applicable API Numbers are included. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

PAMELA W. STALEY
Print or Type Name

Pamela W. Staley
Signature

REGULATORY AFFAIRS ENGR. 4/5/97
Title Date



**Amoco Production Company
San Juan Business Unit**

1670 Broadway
Post Office Box 800
Denver, Colorado 80201
303-830-4040

April 15, 1997

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P.O. Box 6429
Santa Fe, NM 87505

**Application For Unorthodox Location
Gallegos Canyon Unit Well No. 240E
1010' FNL, 1450' FWL, Unit C Section 24-T28N-R13W
Basin Fruitland Coal Pool
San Juan County, New Mexico**

Amoco Production Company hereby requests administrative approval for an unorthodox well location for the Gallegos Canyon Unit Well No. 240 E well in the Basin Fruitland Coal Pool. Amoco plans to recomplete this well from the Dakota formation to the Basin Fruitland Coal. This well is at an orthodox location for the Dakota, however, the Basin Fruitland Coal Pool Rules require all Fruitland wells to be in the Northeast or Southwest quarter of the section. Because of the recompletion of this well from the Dakota, it will be in an unorthodox location in the Fruitland. Attached is a copy of the C-102 for the Fruitland Coal formation.

Amoco is the only offset operator in the Fruitland Coal formation, so no notice is necessary to Offset Operators. Attached are plats showing the location of the well, all wells drilled in the area and the C-102 described above. Should you have questions regarding this application, do not hesitate to call me at (303) 830-5344.

Pamela W. Staley
Regulatory Affairs Engineer

Attachments

cc: Frank Chavez, Supervisor
NMOCD District III
1000 Rio Brazos Road
Aztec, NM 87410

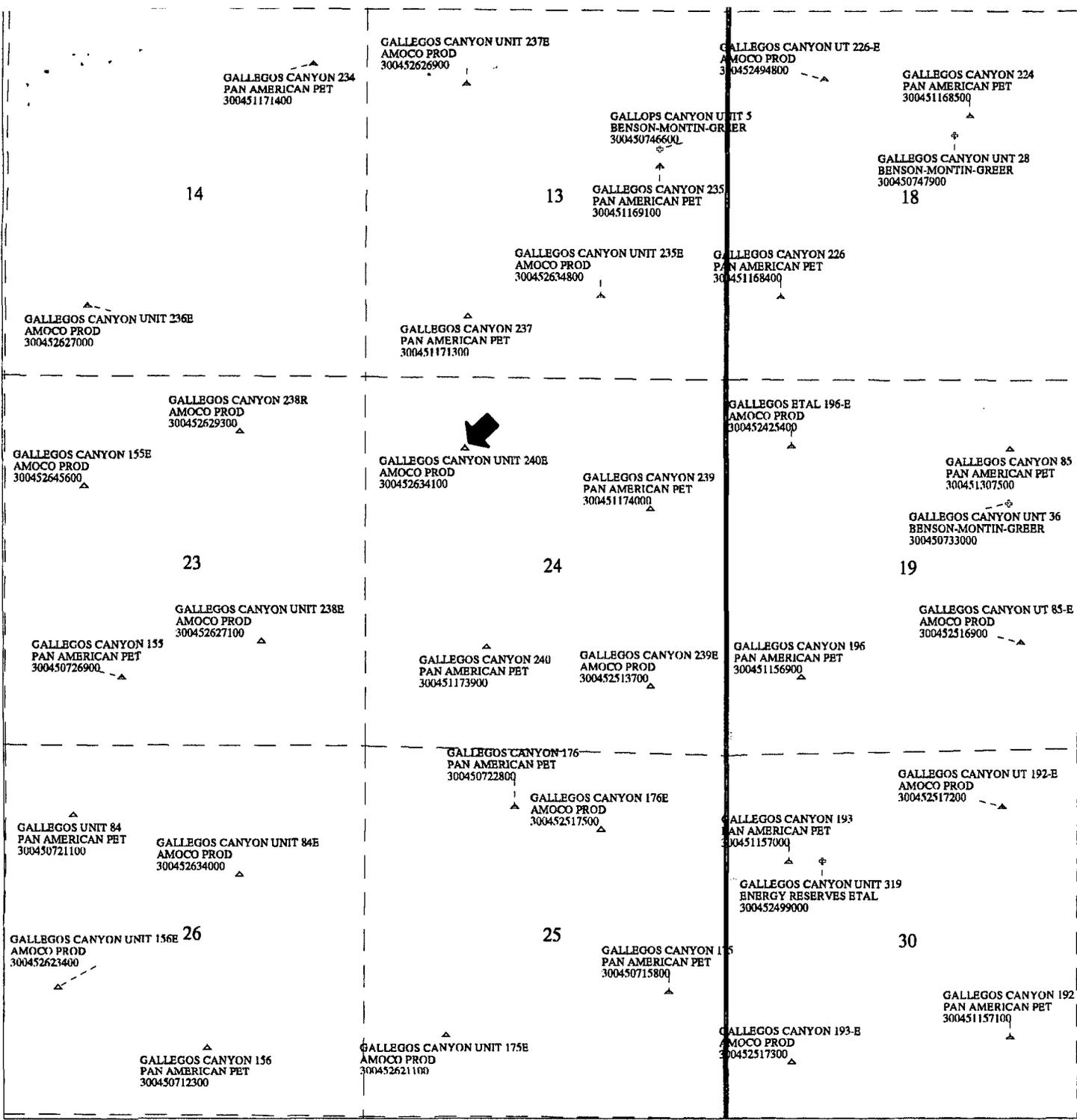
Mark Yamasaki, Amoco
Nancy Whitaker, Amoco
Irina Mitselmakher, Amoco
Wellfile
Proration Files - NM

APPLICATION FOR APPROVAL OF UNORTHODOX LOCATION UNDER RULE 104-F

**Gallegos Canyon Unit Well No. 240E
1010' FNL, 1450' FWL, Unit C Section 24-T28N-R13W
Basin Fruitland Coal Pool**

ATTACHMENTS:

- 9-SECTION PLAT SHOWING LOCATION OF ALL OFFSET WELLS
- FORM C-102 FOR FRUITLAND COAL FORMATION



R13W

R12W

AMOCO

Type of Map:	
Horizon:	Fruitland & Dakota
Block(s)/Grid(s):	
Area/Country:	License:
Interpreter(s):	Date: April 07, 1997
Scale = 1:25000	Contour Intervals:
Remarks:	
SECTION PLAT 1/2 FT & OR WELLS CDU 234E Sec. 24-1220-R13W	
Film File No.:	Draft by:

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

311 South First., Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102

Revised October 18, 1994

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 3004526341	Pool Code 71629	Pool Name BASIN FRUITLAND COAL GAS POOL
Property Code 000570	Property Name GALLEGOS CANYON UNIT	Well Number 240 E
OGRID No. 000778	Operator Name AMOCO PRODUCTION COMPANY	Elevation 5707

Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West Line	County
UNIT C	24	28N	13W		1010	NORTH	1450	WEST	San Juan

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

Dedicated Acreage: 320	Joint or Infill	Consolidation Code	Order No.
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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

	<p align="center">OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i></p>
	<p>Signature <i>Nancy I. Whitaker</i></p> <p>Printed Name Nancy I. Whitaker</p>
	<p>Position Staff Assistant</p> <p>Date</p>
	<p align="center">SURVEY CERTIFICATION</p> <p><i>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.</i></p> <p align="center">01/17/1985</p>
	<p>Date of Survey</p> <p>Signature & Seal of Professional Surveyor FRED B. KERR JR.</p>
	<p>Certificate No. 3950</p>