

BLACKWOOD & NICHOLS CO., LTD.

P.O. BOX 1237

DURANGO, COLORADO 81302-1237

(303) 247-0728

October 31, 1988

Mr. William LeMay
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Re: Unorthodox Gas Well Location
Northeast Blanco Unit No. 423
625' FSL - 740' FEL, Sec. 8, T30N, R7W
Rio Arriba Co., New Mexico

Dear Mr. LeMay;

Blackwood & Nichols Co., Ltd. requests administrative approval of an exception to the footage requirements of Rule 7, R -8768 for the subject well, located in the Basin Fruitland Coal Pool.

This request is for exception due to topography. A Vicinity Map and C-102 are attached for your reference. As evidenced by the Vicinity Map, there are no standard locations that do not encroach on the camping facilities of Simms Mesa State Park or the existing location. This well was staked as close as possible to the existing location to utilize as much of the existing pad as possible, without interfering with the work area necessary for the existing well.

The east half of Section 8 will be dedicated to this well. All offset proration units are operated by Blackwood & Nichols Co., Ltd.

Your prompt consideration of this request is appreciated.

Sincerely,

A handwritten signature in cursive script, appearing to read "William F. Clark".

William F. Clark
Operations Manager
Blackwood & Nichols
Co., Ltd.

All distances must be from the outer boundaries of the Section.

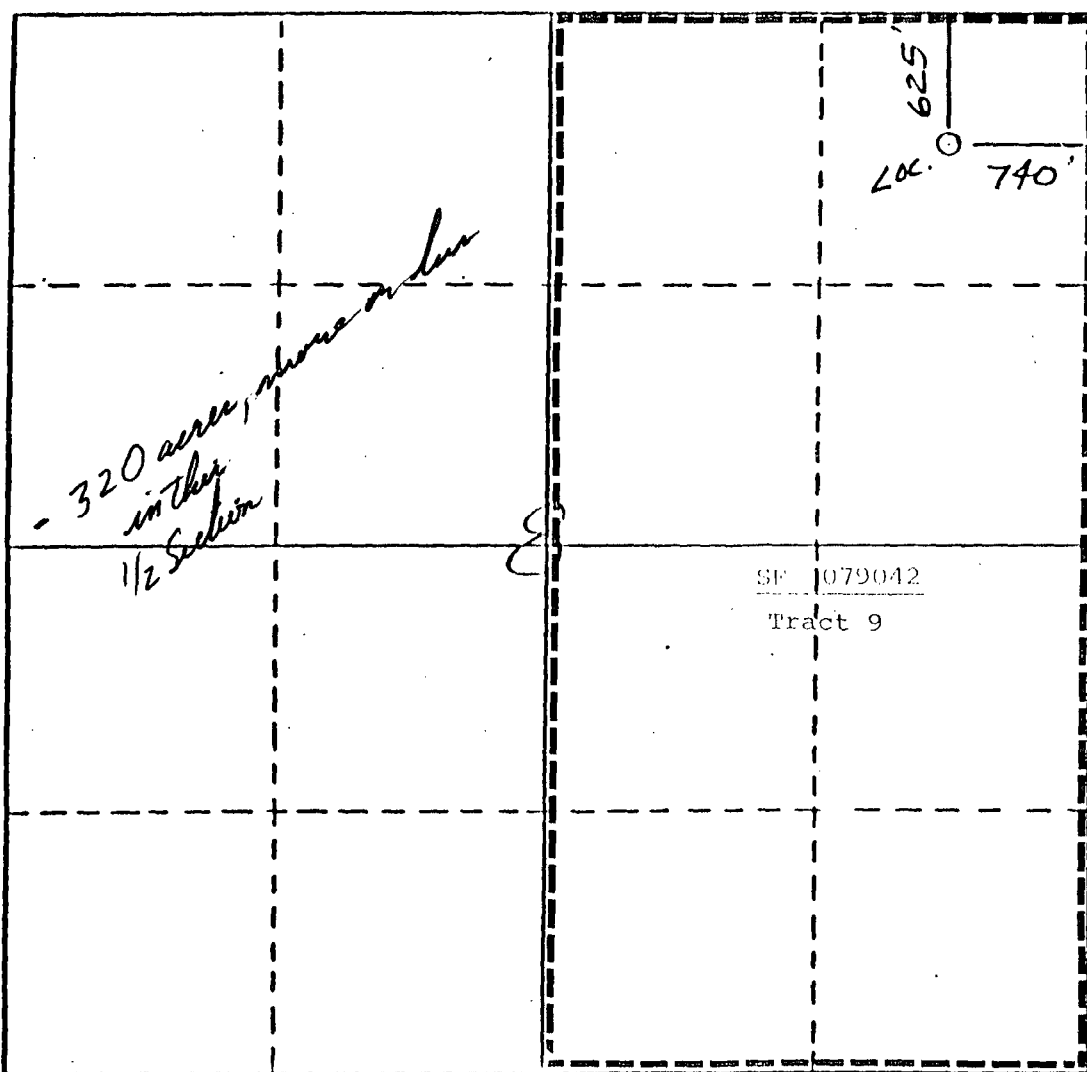
Operator Blackwood & Nichols Co., LTD.		Lease Northeast Blanco Unit		Well No. 423
Unit Letter A	Section 8	Township 30 North	Range 7 West	County Rio Arriba
Actual Footage Location of Wells 625 feet from the North line and 740 feet from the East line				
Ground Level Elev. 6136	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage: 320	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 NA

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 Division.



CERTIFICATION

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

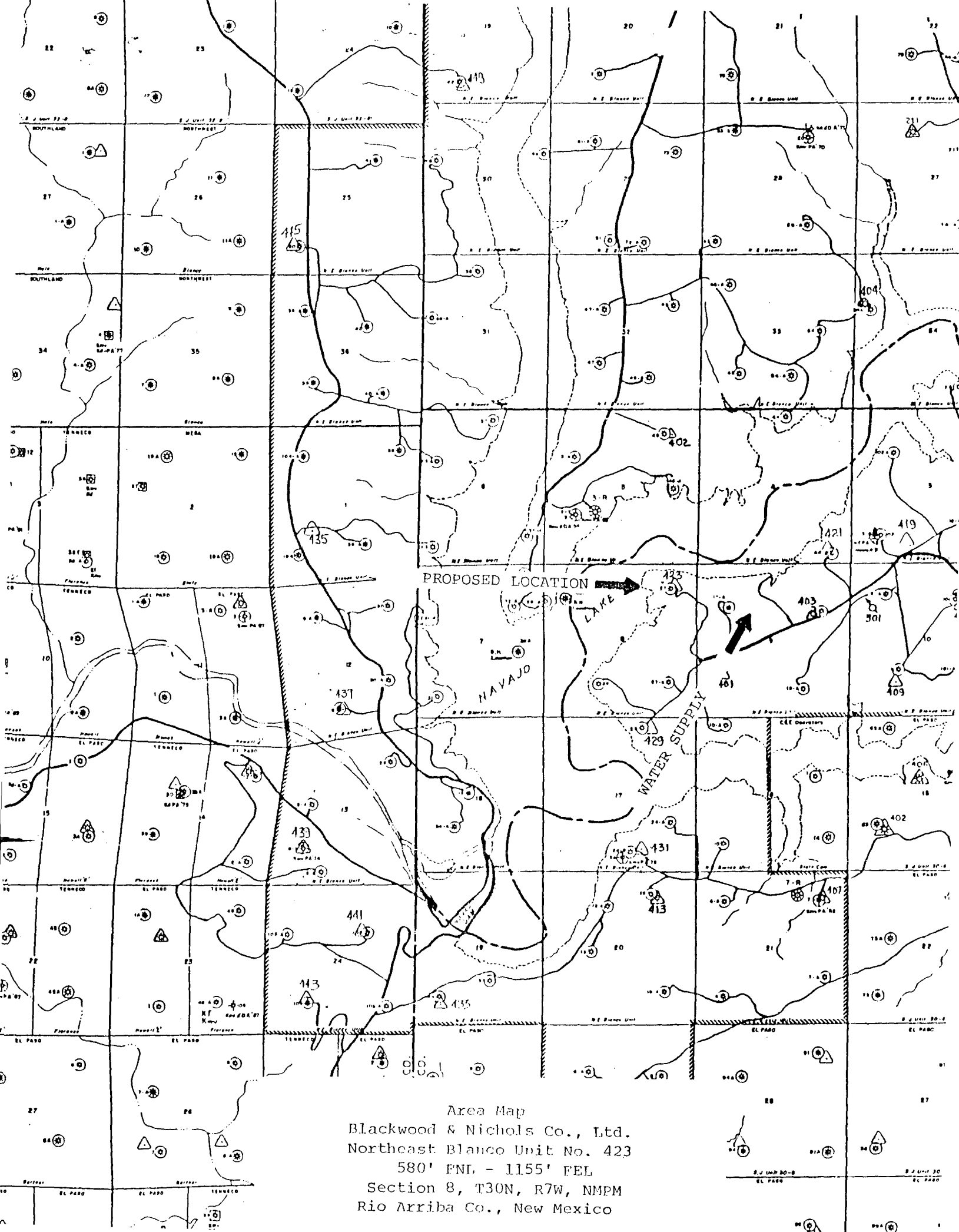
Name William F. Edwards
Position Operations Manager
Company Blackwood & Nichols Co.,
Date Oct 24, 1988

I hereby certify that the information shown on this plat was plotted from the notes of actual survey made by me under my supervision, and that the same is true, correct and reliable to the best of my knowledge and belief.

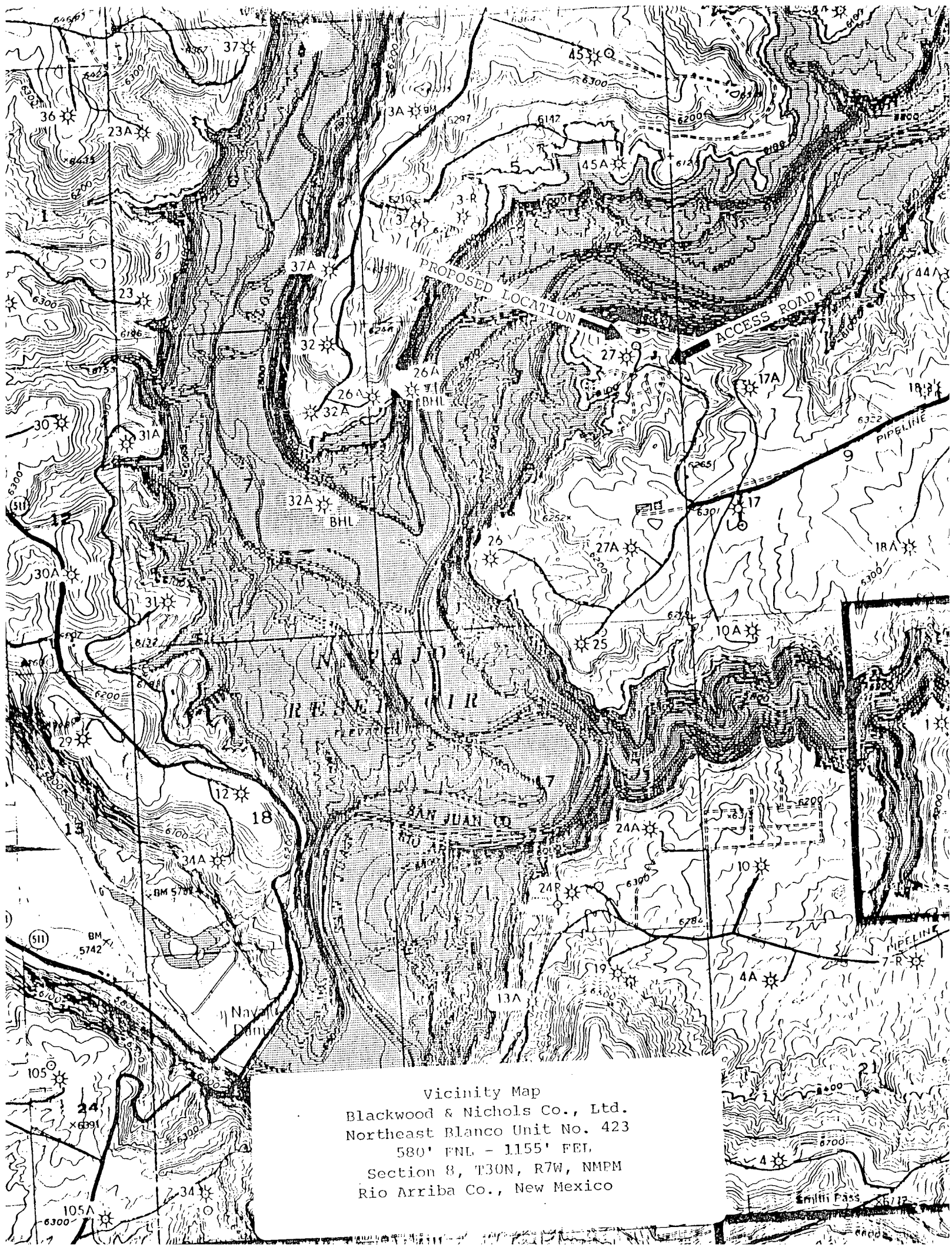
Neale C. Edwards
Date Surveyed 10-19-88
Registered Professional Engineer and/or Land Surveyor

Neale C. Edwards

Certificate No. 6857



Area Map
Blackwood & Nichols Co., Ltd.
Northeast Blanco Unit No. 423
580' FNL - 1155' FEL
Section 8, T30N, R7W, NMPM
Rio Arriba Co., New Mexico



Vicinity Map
Blackwood & Nichols Co., Ltd.
Northeast Blanco Unit No. 423
580' FNL - 1155' FEL
Section 8, T30N, R7W, NMPM
Rio Arriba Co., New Mexico



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 OLD HIAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6170

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 2-13-89

RE: Proposed HC _____
Proposed DHC _____
Proposed HSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PHX _____

Gentlemen:

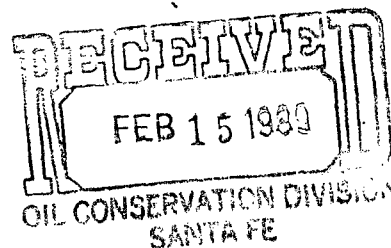
I have examined the application dated 1-20-89
for the Blackwood + Nichols NE-B.L. #423 A-8-3011-76
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

E. Burch



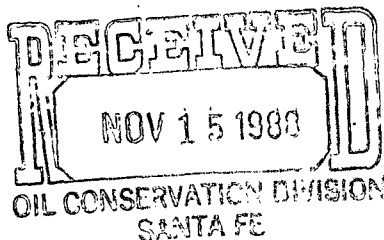


STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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 11-7-88

RE: Proposed MC _____
Proposed DHIC _____
Proposed NSL A _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 11-7-88
for the Blackhawk & Michael Co. LTD. NEBU#423 A-2-30N-765
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

Sam Bush