

5/23/89

Copy Sent to
E. P. ...

BLACKWOOD & NICHOLS Co., LTD.

P.O. BOX 1237

DURANGO, COLORADO 81302-1237

(303) 247-0728

April 14, 1989

RECEIVED

APR 24 1989

OIL CONSERVATION DIV.
SANTA FE

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. 463
2510' FSL - 2400' FEL, Sec. 18, T30N, R7W
San Juan Co., New Mexico

Dear Mr. LeMay;

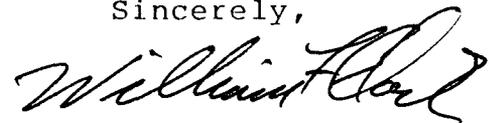
Blackwood & Nichols Co., Ltd. requests administrative approval of an exception to the location requirements of Rule 7, R -8768 for the subject well, located in the Basin Fruitland Coal Pool.

This request is for exception due to topography. A Vicinity Map and C-102 are attached for your reference. The location cannot be moved to any standard location in the northeast quarter due to the proximity of Navajo Reservoir and the Navajo Marina.

The east half of Section 18, T30N, R7W, will be dedicated to this well. All offset proration units are operated by Blackwood and Nichols Co., Ltd.

Your prompt consideration of this request is appreciated.

Sincerely,



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

Submit to Appropriate District Office
 State Lease - 4 copies
 Fee Lease - 3 copies

State of New Mexico
 Energy, Minerals and Natural Resources Department

Form C-102
 Revised 1-1-89

OIL CONSERVATION DIVISION
 P.O. Box 2088
 Santa Fe, New Mexico 87504-2088

DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
 P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

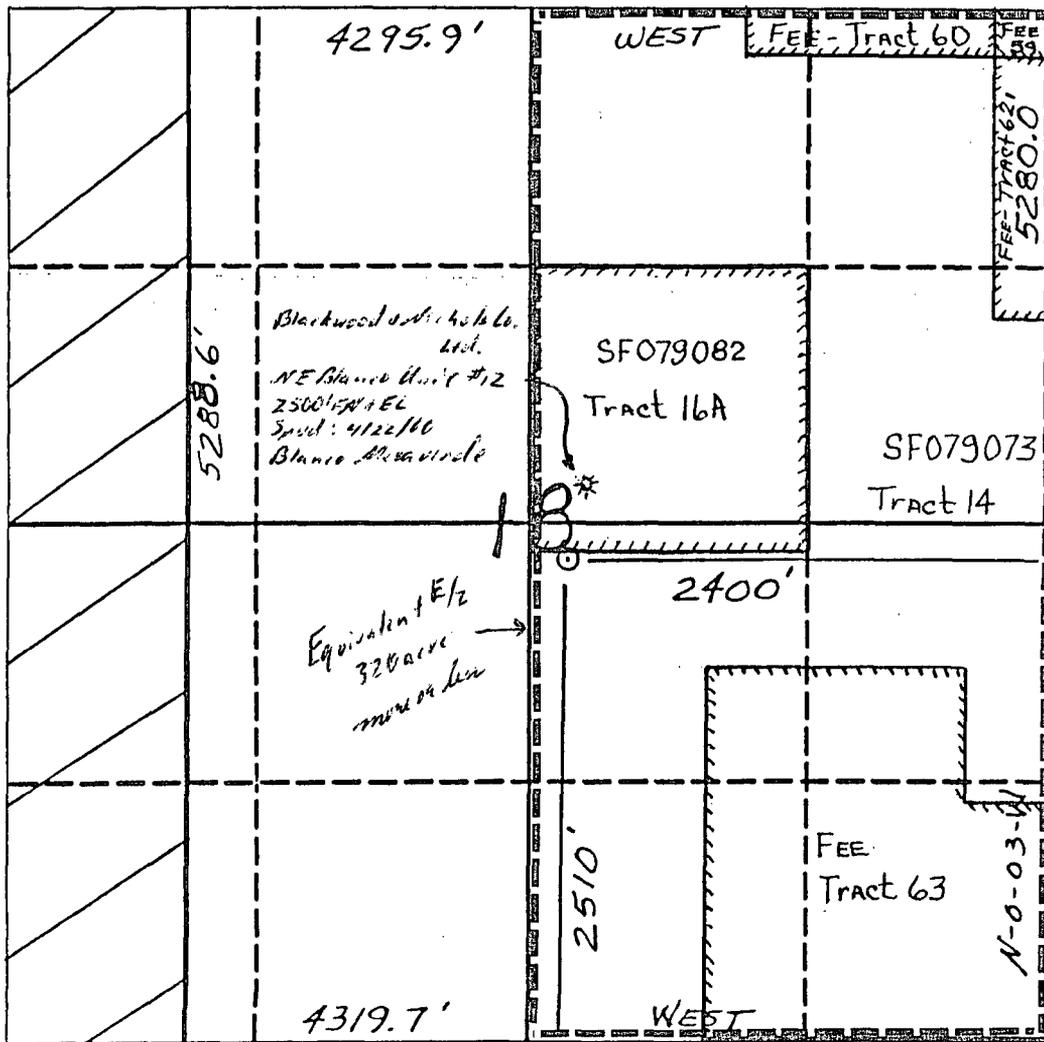
All Distances must be from the outer boundaries of the section

Operator Blackwood & Nichols Co., LTD.		Lease Northeast Blanco Unit		Well No. 463
Unit Letter J	Section 18	Township 30 North	Range 7 West	County San Juan
Actual Footage Location of Well: 2510 feet from the South line and 2400 feet from the East line				
Ground level Elev. 6270	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage: 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hectare marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest 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 interest, has been approved by the Division.



OPERATOR CERTIFICATION

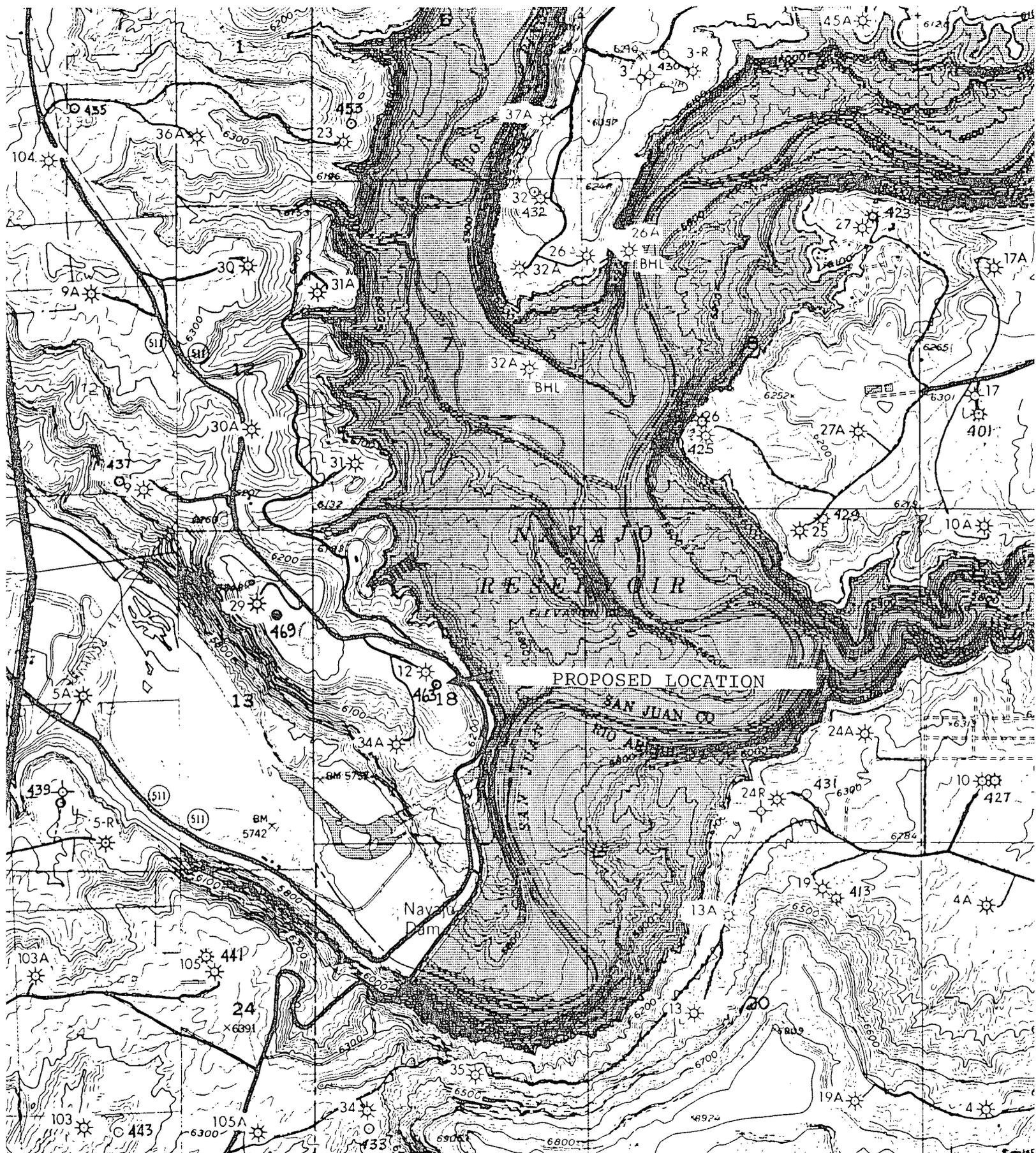
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: *William F. Clark*
 Printed Name: **William F. Clark**
 Position: **Operations Manager**
 Company: **Blackwood & Nichols Co.**
 Date: **April 17, 1989**

SURVEYOR CERTIFICATION

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: **2-25-89**
 Signature & Seal of Professional Surveyor: *Neale C. Edwards*
 Certificate No.: **6857**



VICINITY MAP
 Blackwood & Nichols Co., LTD
 Northeast Blanco Unit No. 463
 2510'FSL - 2400'FEL
 Section 18, T30N, R7W
 San Juan Co., New Mexico

