



Texaco Exploration
and Production Inc

500 North Loraine
Midland TX 79701

NSB 10/16/96
OIL CONSERVATION DIVISION
RECEIVED
P O Box 3109
Midland TX 79702
AM 8 52

September 24, 1996

GOV - STATE AND LOCAL GOVERNMENTS

Unorthodox Location

E. E. Blinebry "A" Federal Com NCT-1 Well No. 5
Jalmat Gas Pool
Lea County, New Mexico

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Attention: Mr. Michael E. Stogner

Gentlemen:

An Exception to Rule 104 F.(2), by administrative approval, is requested for the captioned well. This well is located 1140' FSL & 1584' FWL, Unit Letter "N", of Section 31, T-23-S, R-37-E.

This well must be drilled in this location due to topographic conditions. The "legal location" for this well was too close to Sid Richardson's powerline and two main water lines. (see attached topo map and Rig Layout). This location does not encroach on the 990'/990' setback as prescribed by the Field Rules. It is unorthodox because of the internal quarter quarter section line, therefore, the Offset Operators are "unaffected".

We believe drilling a directional well to reach a legal bottom-hole location is not feasible due to the cost involved. The associated costs of drilling a directional well severely impacts the economics.

This well will be drilled on a Non-Standard Gas Proration Unit under Order R-2474.

Yours very truly,

C. Wade Howard

C. W. Howard
Engineer Assistant

CWH:cwh Attachments cc: BLM, P. O. Box 1778, Carlsbad, NM 88220

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

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994

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

Instructions on back

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

OIL CONSERVATION DIVISION

Submit to Appropriate District Office

PO Box 2088
Santa Fe, NM 87504-2088

State Lease-4 copies
Fee Lease-3 copies

DISTRICT IV
P. O. Box 2088, Santa Fe, NM 87504-2088

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|--|--|--|--|--|--|
| ¹ API Number | | ² Pool Code | | ³ Pool Name Jalmat Gas Pool | |
| ⁴ Property Code 10905 | | ⁵ Property Name E. E. Blineby "A" Federal Com NCT-1 | | | ⁶ Well Number 5 |
| ⁷ GRID No. 22351 | | ⁸ Operator Name TEXACO EXPLORATION & PRODUCTION, INC. | | | ⁹ Elevation 3325' |

¹⁰ Surface Location

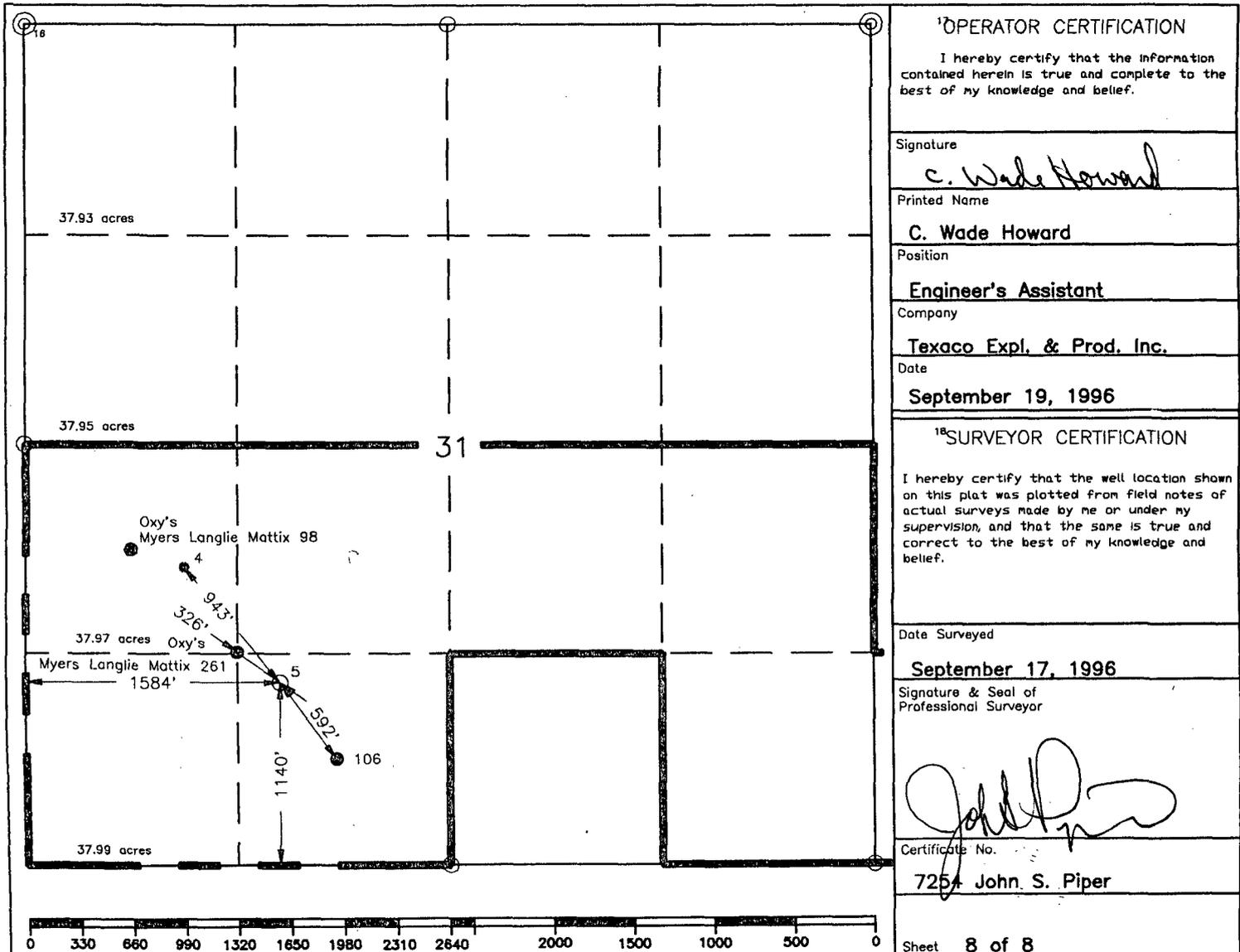
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | ⁷ County |
|---------------|-----------|-------------|-------------|---------|---------------|------------------|---------------|----------------|---------------------|
| N | 31 | 23-S | 37-E | | 1140' | South | 1584' | West | Leo |

¹¹ Bottom Hole Location If Different From Surface

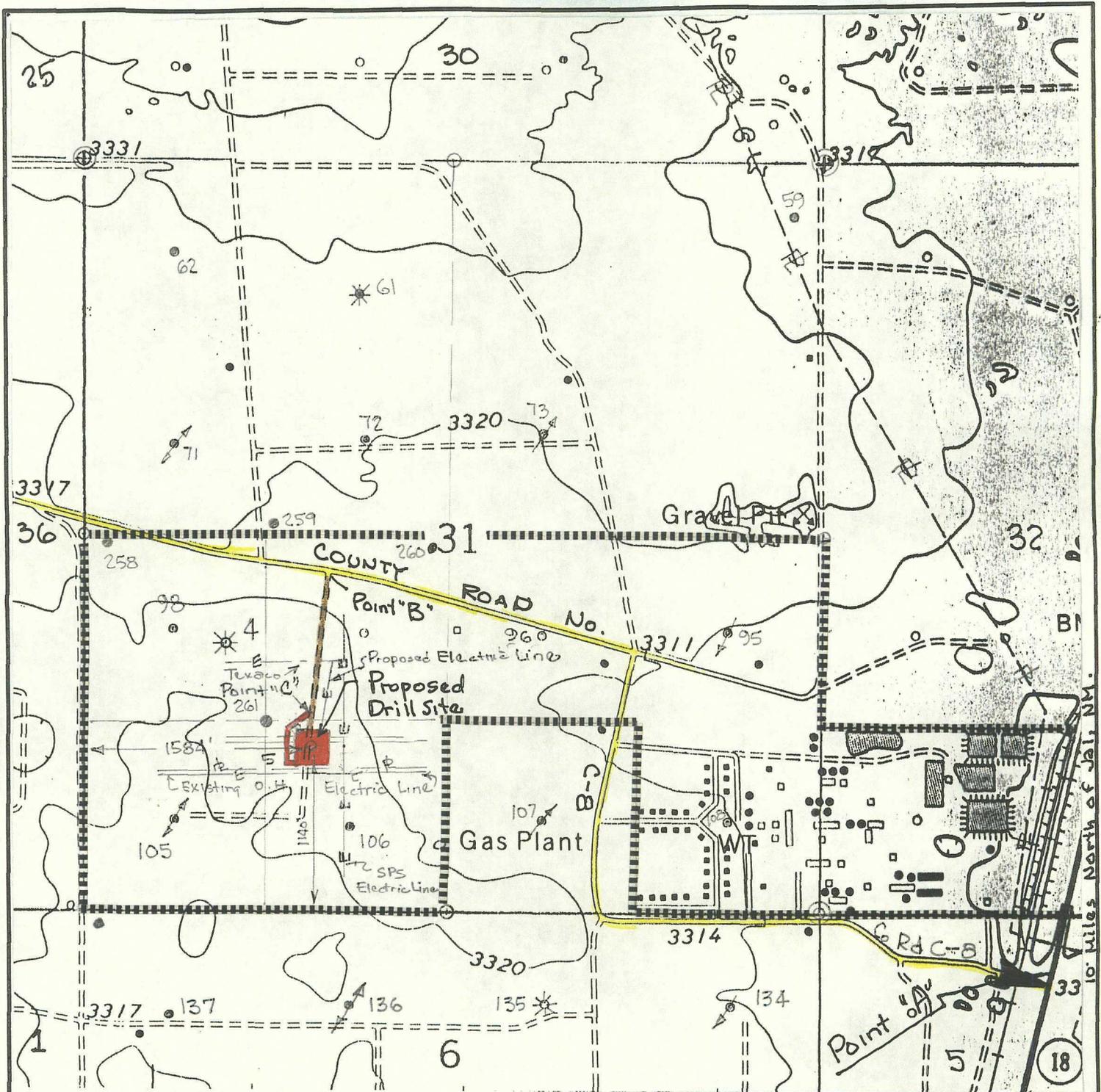
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | ⁷ County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|---------------------|
| | | | | | | | | | |

| | | | |
|--|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 355.96 | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. |
|--|-------------------------------|----------------------------------|-------------------------|

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.



○ = Staked Location ● = Producing Well = Injection Well ◊ = Water Supply Well ◆ = Plugged & Abandon Well



LEGEND OF SYMBOLS

- = Access Road (Yellow)
- = Resource Road Federal Land (Pink)
- = Resource Road Private Land (Blue)
- = Resource Road on Lease (Brown)
- = Proposed Resource Road (Red)
- = Proposed Electric Line (Orange)
- FL-FL- = Proposed Production Flowline (Green)
- = Staked Well Location
- = Producing Well Location
- ◊ = Water Well
- (with dot) = Found 1" Iron Pipe With Brass Cap
- (with cross) = Found 2" Iron Pipe With Brass Cap
- = Unit or Lease Boundary

EXHIBIT "A"
ACCESS ROAD AND FACILITIES MAP

TEXACO EXPLORATION AND PRODUCTION

E. E. BLINEBRY "A" FEDERAL COM NCT-1 No. 5
1140' FSL & 1584' FWL, Section 31,
T-23-S, R-37-E, NMPM, Lea County, NM

Drawn by: J. S. Piper

Scale: 1" = 1000 Feet

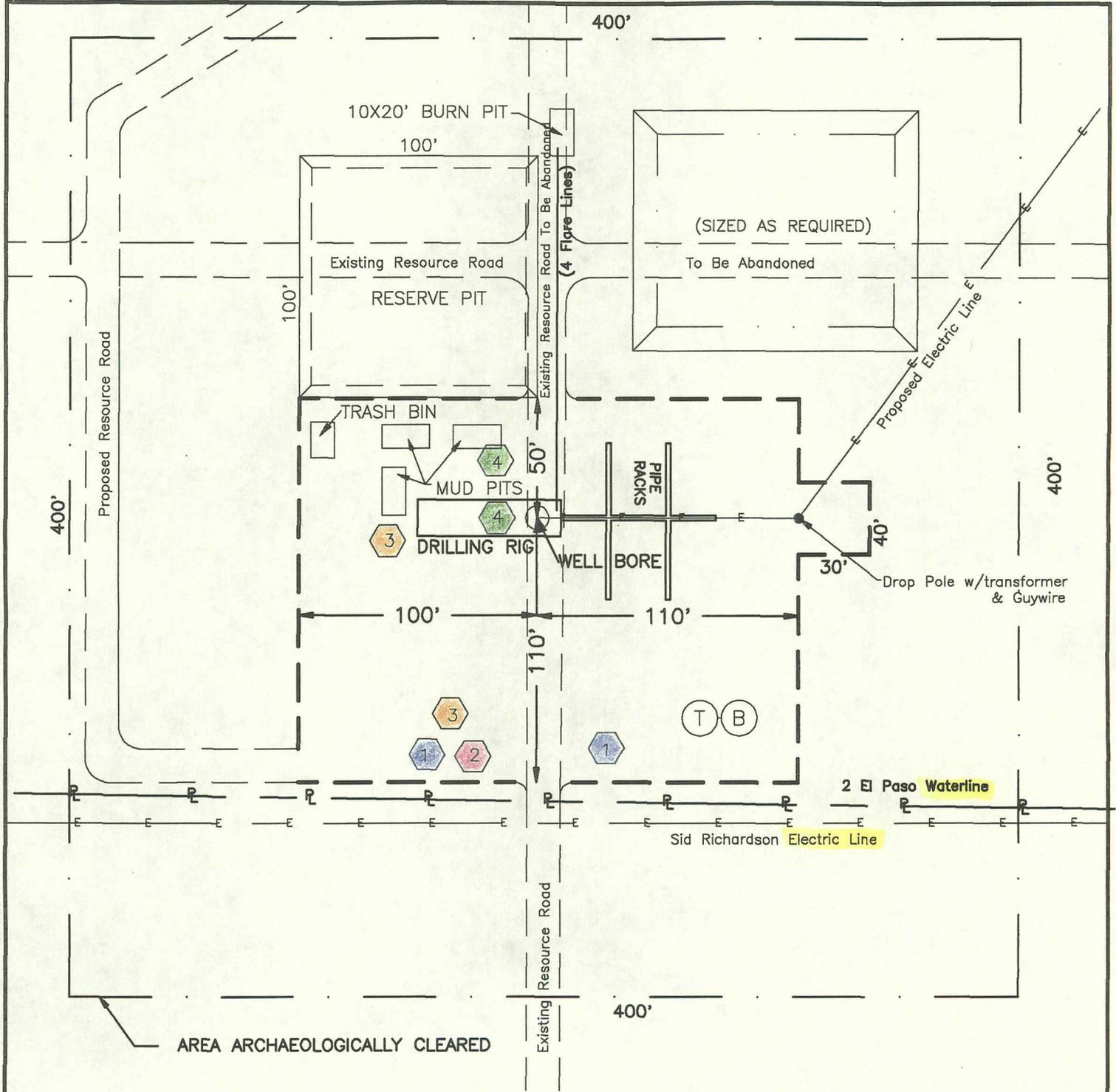
Date: September 18, 1996

C. Wade Howard

Checked by: D. M. Ballew

Sheet: 6 of 8

← Approx. 100 LF outside of Tract to Existing Road.



H₂S DRILLING OPERATION PLAN

-  Briefing Station
-  H₂S Safety Trailer
-  Windsocks
-  H₂S Detectors, Shale Shaker, Rotating Head, Rig Floor

Prevailing Wind from the South

| | |
|--|------------------------|
| <p>EXHIBIT "B" DRILLING RIG LAYOUT</p> | |
| <p>TEXACO EXPLORATION AND PRODUCTION INC.</p> | |
| <p>E. E. Blinebry "A" Federal Com NCT-1 No. 5 1140' FSL & 1584' FWL, Section 31 T-23-S, R-37-E, Lea County, NM</p> | |
| <p>Drawn by: D. M. Ballew</p> | <p>Scale: 1" = 60'</p> |
| <p>Date: September 18, 1996</p> | <p>C. WADE HOWARD</p> |
| <p>Checked by: J. S. Piper</p> | <p>Sheet 7 of 8</p> |