

OIL CONSERVATION DIVISION
RECEIVED



WALSH ENGINEERING & PRODUCTION CORP.

1992 JAN 13 AM 10 20
Petroleum Engineering Consulting
Lease Management
Contract Pumping

204 N. Auburn
P. O. Drawer 419
Farmington, New Mexico 87499
(505) 327-4892

January 8, 1992

Mr. William J. LeMay, Director
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

REF: Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. LeMay:

This is a request on behalf of Breck Operating Corporation for administrative approval of the above-referred-to non-standard location.

Breck Operating Corporation desires to plugback the well from the Pictured Cliffs formation and complete the well in the Basin Fruitland Coal interval.

The well is not located in the NE/4 or SW/4 of the Section and therefore is a non-standard location.

Attached you will find a copy of the Application for Permit to Plugback and a copy of the Well Location Plat.

Also attached is a plat indicating the offset lease owners and list of offset lease owners and addresses.

By copy of this letter to offset lease owners, enclosed, they are being notified, by certified return receipt mail, of this application.

Thank you for your consideration and approval of this application. If you have any questions, please do not hesitate to call upon me.

Very truly yours,

Ewell N. Walsh, P.E.
President

ENW:rr
cc: Breck Operating Corporation

Enclosures

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

1a. TYPE OF WORK
 DRILL DEEPEN PLUGBACK (X)

b. TYPE OF WELL
 OIL WELL GAS WELL OTHER SINGLE ZONE MULTIPLE ZONE

2. NAME OF OPERATOR
 BRECK OPERATING CORPORATION

3. ADDRESS AND TELEPHONE NO.
 c/o Walsh Engr. & Prod. Corp. 505 327-4892
 P. O. Drawer 419 Farmington, New Mexico 87499

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)
 At surface 1650', FNL 990', FWL Unit Letter - E
 At proposed prod. zone Same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*
 5 miles Southeast of Bloomfield, New Mexico

10. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drig. unit line, if any) 990'

16. NO. OF ACRES IN LEASE Unknown

17. NO. OF ACRES ASSIGNED TO THIS WELL 320

18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. PBDT - 2006'

20. ROTARY OR CABLE TOOLS N/A

21. ELEVATIONS (Show whether DF, RT, GR, etc.) 5979' D.F.

22. APPROX. DATE WORK WILL START* ASAP

5. LEASE DESIGNATION AND SERIAL NO.
 SF- 047039A

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE/HOME WELL NO.
 Kutz Government #9

9. ADJ. WELL NO.
 30045-0734100

10. FIELD AND POOL, OR WILDCAT
 Basin Fruitland Coal

11. SEC. T. R. M. OR BLK. AND SURVEY OR AREA
 Sec. 20-T28N-R10W
 N.M.P.M.

12. COUNTY OR PARISH San Juan

13. STATE N.M.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	GRADE SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT	
13-3/8"	10-3/4"	40.0	94'	100 Sxs.	118 ft.3
8-3/4"	7"	28.0	2036'	100 Sxs.	118 ft.3

See attached for Workover Procedure.

NOTE: All activity associated with this workover (including construction of pits) will be kept within the boundaries of the original well site.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

34. FOR: BRECK OPERATING CORPORATION
 ORIGINAL SIGNED BY
 SIGNED EWELL N. WALSH TITLE Agent DATE 1/7/92
Ewell N. Walsh
 (This space for Federal or State office use)

PERMIT NO. _____ APPROVAL DATE _____

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations there.
 CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY _____ TITLE _____ DATE _____

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

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

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

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

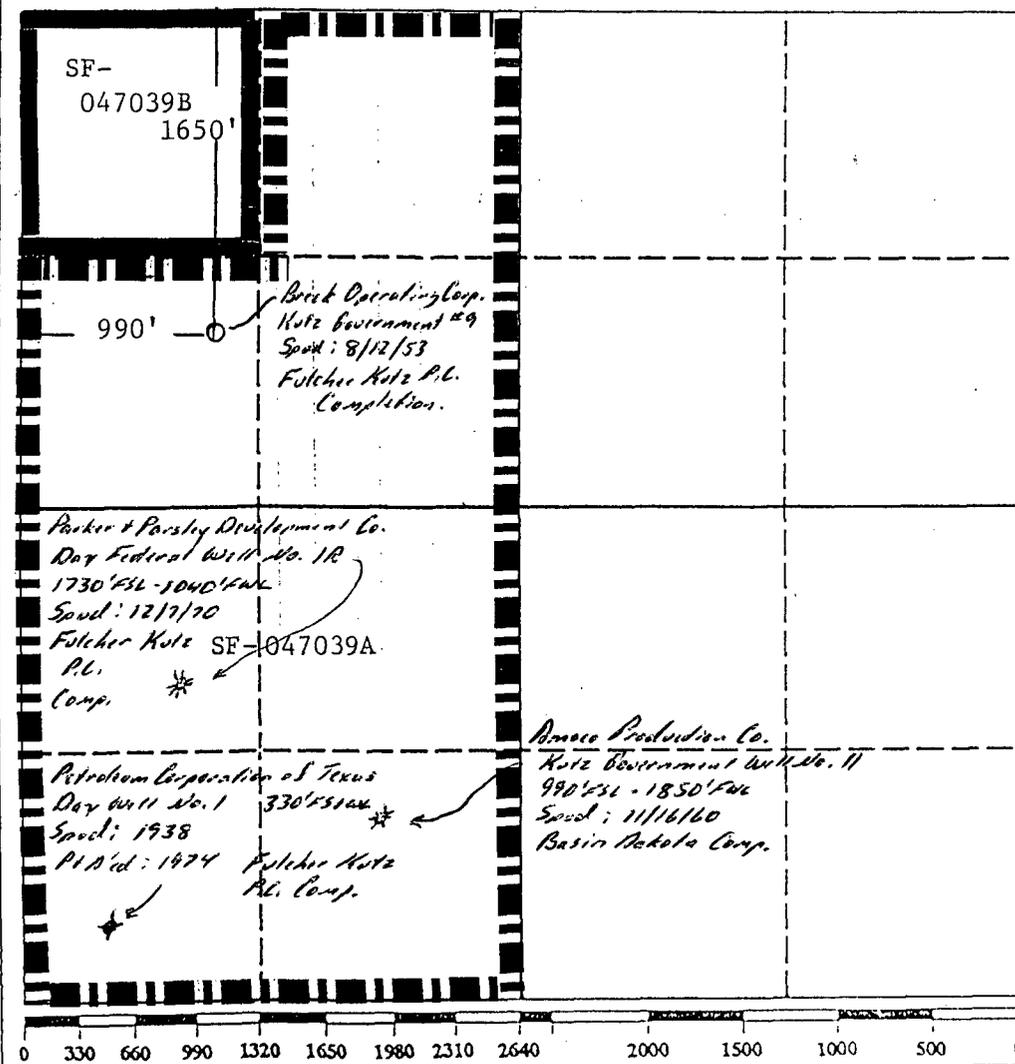
DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator BRECK OPERATING CORPORATION			Lease Kutz Government		Well No. 9
Unit Letter E	Section 20	Township 28N	Range 10W	County San Juan	
Actual Footage Location of Well: 1650 feet from the North line and 990 feet from the West line					
Ground level Elev. 5979'KB	Producing Formation Fruitland Coal		Pool Basin Fruitland Coal	Dedicated Acreage: 320 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure 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 communization, unitization, force-pooling, etc.?
 - Yes No If answer is "yes" type of consolidation Forth coming Communization Agreement
 - 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 communization, 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: **ORIGINAL SIGNED BY EWELL N. WALSH**
 Printed Name: **Ewell N. Walsh**
 Position: **President**
 Company: **Walsh Engr. & Prod. Corp.**
 Date: **1/7/92**

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: _____
 Signature & Seal of Professional Surveyor: _____

NOTE: From Original Survey

Certificate No. _____

Standard 640 acre Section



BRECK OPERATING CORPORATION
KUTZ GOVERNMENT NO. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico

OFFSET OPERATORS

Mr. Van Goebel
Southland Royalty
P. O. Box 4289
Farmington, New Mexico 87499-4289

Mr. Van L. Goebel
Meridian Oil, Inc.
P. O. Box 4289
Farmington, New Mexico 87499-4289

Mr. Ashton B. Geren, Jr.
D. J. Simmons
P. O. Box 1469
Farmington, New Mexico 87499

Mr. Michael Cuba
AMOCO Production Company
P. O. Box 800
Denver, Colorado 80201

Mr. Mike Reeves
Parker & Parsley Development Company
P. O. Box 3178
Midland, Texas 79702



WALSH ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting
Lease Management
Contract Pumping

204 N. Auburn
P. O. Drawer 419
Farmington, New Mexico 87499
(505) 327-4892

January 9, 1992

CERTIFIED-RETURN RECEIPT

Mr. Van L. Goebel
Southland Royalty
P. O. Box 4289
Farmington, New Mexico 87499-4289

REF: Application for Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. Goebel:

Enclosed you will find a copy of the above-referred-to Application that has been submitted to the New Mexico Oil Conservation Division for Administrative approval.

The Oil Conservation Division will wait for twenty (20) days, after receipt of the application, before taking action on the application.

If you desire to submit remarks concerning the application, please send the remarks to Mr. William J. LeMay, Director, New Mexico Oil Conservation Division, Santa Fe, New Mexico. A copy of such remarks to the undersigned would be appreciated.

Thank you for your consideration in this matter and if you have any questions, please do not hesitate to contact me.

Very truly yours,

ORIGINAL SIGNED BY
EWELL N. WALSH

Ewell N. Walsh, P.E.
President

ENW:rr

Enclosures



January 8, 1992

CERTIFIED-RETURN RECEIPT

Mr. Michael Cuba
Amoco Production Company
P. O. Box 800
Denver, Colorado 80201

REF: Application for Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'PNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. Cuba:

Enclosed you will find a copy of the above-referred-to Application that has been submitted to the New Mexico Oil Conservation Division for administrative approval.

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Thank you for your consideration in this matter and if you have any questions, please do not hesitate to contact me.

Very truly yours,

**ORIGINAL SIGNED BY
EWELL N. WALSH**

Ewell N. Walsh, P.E.
President

ENW:rr

Enclosures



January 8, 1992

CERTIFIED-RETURN RECEIPT

Mr. Ashton B. Geren, Jr.
D. J. Simmons
P. O. Box 1469
Farmington, New Mexico 87499

REF: Application for Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. Geren:

Enclosed you will find a copy of the above-referred-to Application that has been submitted to the New Mexico Oil Conservation Division for administrative approval.

The Oil Conservation Division will wait for twenty (20) days, after receipt of the application, before taking action on the application.

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Thank you for your consideration in this matter and if you have any questions, please do not hesitate to contact me.

Very truly yours,

**ORIGINAL SIGNED BY
EWELL N. WALSH**

Ewell N. Walsh, P.E.
President

ENW:rr

Enclosures



WALSH ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting
Lease Management
Contract Pumping

204 N. Auburn
P. O. Drawer 419
Farmington, New Mexico 87
(505) 327-4892

January 8, 1992

CERTIFIED-RETURN RECEIPT

Mr. Van L. Goebel
Meridian Oil, Inc.
P. O. Box 4289
Farmington, New Mexico 87499-4289

REF: Application for Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. Goebel:

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Thank you for your consideration in this matter and if you have any questions, please do not hesitate to contact me.

Very truly yours,

**ORIGINAL SIGNED BY
EWELL N. WALSH**

Ewell N. Walsh, P.E.
President

ENW:rr

Enclosures



WALSH ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting
Lease Management
Contract Pumping

204 N. Auburn
P. O. Drawer 419
Farmington, New Mexico
(505) 327-4892

January 8, 1992

CERTIFIED-RETURN RECEIPT

Mr. Mike Reeves
Parker & Parsley Development Company
P. O. Box 3178
Midland, Texas 79702

REF: Application for Non-Standard Location
Breck Operating Corporation
Kutz Government No. 9
1650'FNL, 990'FWL, SECTION 20-T28N-R10W
San Juan County, New Mexico
Basin Fruitland Coal

Dear Mr. Reeves:

Enclosed you will find a copy of the above-referred-to Application that has been submitted to the New Mexico Oil Conservation Division for administrative approval.

The Oil Conservation Division will wait for twenty (20) days, after receipt of the application, before taking action on the application.

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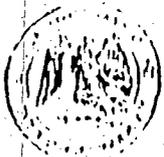
Very truly yours,

ORIGINAL SIGNED BY
EWELL N. WALSH

Ewell N. Walsh, P.E.
President

ENW:rr

Enclosures



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

OIL CONSERVATION DIVISION
RECEIVED

SIXTH AND HUAZOS ROAD
AZTEC, NEW MEXICO 87410
605/324-0170

'92 JAN 14 AM 9 32

GARREY CARRUTHERS
GOVERNOR

Date: 1-10-92

Attn: Mike Stagner

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 1-10-92
for the Breck Operating Corp. Ritz Unit #9
Operator Lease & Well No.

E-20-28N-10W and my recommendations are as follows:
Unit, S-T-R

Approves

Yours truly,

Ernie Busch