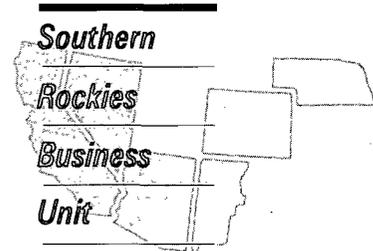




April 28, 1994

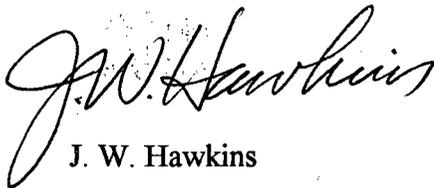


Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

File: BRC-986.511

Application For Unorthodox Location
San Juan 28-7 Unit No. 35M
NW/4 Section 27-T28N-R7W
Basin Dakota Pool
Blanco Mesaverde Pool
San Juan County, New Mexico

Amoco Production Company hereby requests administrative approval for an unorthodox location in the Basin Dakota Pool and Blanco Mesaverde Pool. Amoco proposes to drill the San Juan 28-7 Unit No. 35M Well at a location 1080' FNL and 560' FWL of Section 27. This location is necessary due to the topographical condition in this area. Since this well is interior to the San Juan 28-7 unit, no offset owners will be adversely affected and the additional cost to directionally drill the well back to an orthodox location is not justified. This spacing unit is in the W/2 Section 27-T28N-R7W. Amoco is the operator of the San Juan 28-7 unit and no other party requires notification.



J. W. Hawkins

cc:

J. L. Acevedo - AB 1292
L. J. Kwartin - AB 1219

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

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

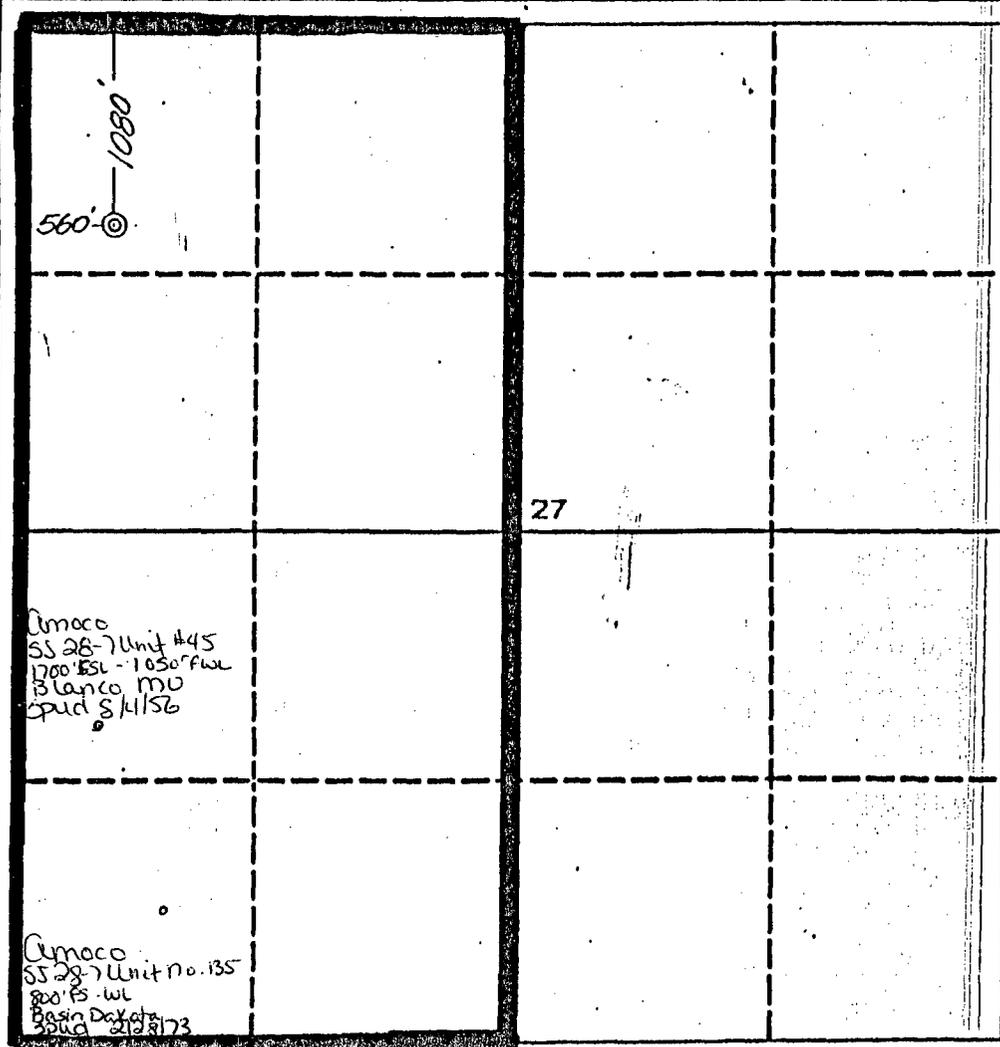
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator AMOCO PRODUCTION COMPANY			Lease San Juan 28-7 Unit		Well No. #35M
Unit Letter D	Section 27	Township 28 NORTH	Range 7 WEST	County RIO ARRIBA	
Actual Footage Location of Well: 1080 feet from the NORTH line and 560 feet from the WEST line					
Ground level Elev. 6163	Producing Formation Mesaverde		Pool Mesaverde	Dedicated Acreage: 320 1/2 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 communalization, unitization, force-pooling, etc.?
 - Yes No If answer is "yes" type of consolidation _____
 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 communalization, 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: *Julie L. Acevedo*

Printed Name: Julie L. Acevedo

Position: Senior Staff Assistant

Company: Amoco Production Company

Date: April 19, 1994

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: April 12, 1994

Signature & Seal of Professional Surveyor: *Gary D. Vann*

Gary D. Vann
7016

NEW MEXICO REGISTERED PROFESSIONAL LAND SURVEYOR
7016



Amoco Production Company

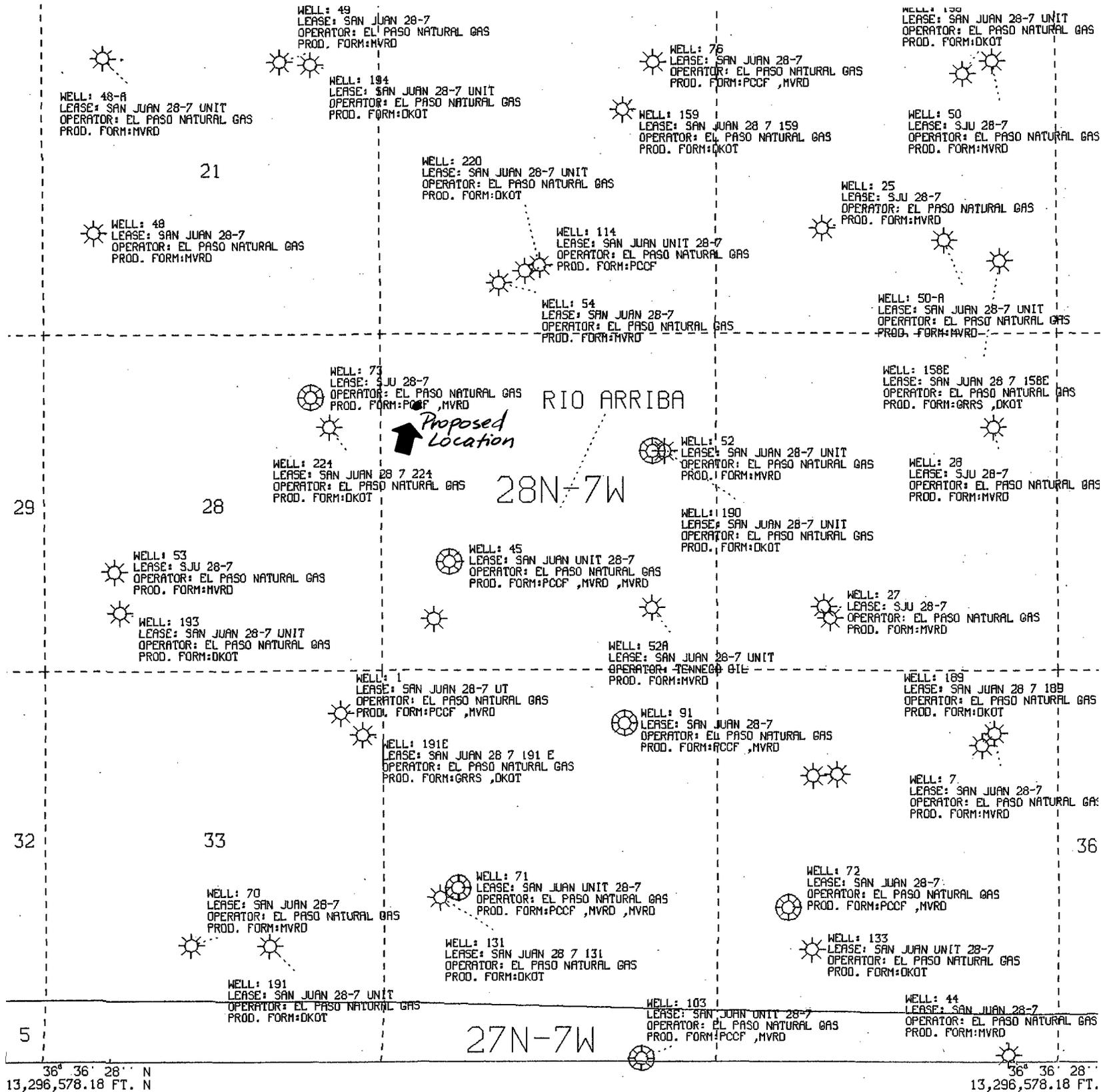
Offset Operator Plat
San Juan 28-7 Unit #35M

Township 28North - Range 7West
Section 27

Mesaverde/Basin Dakota

1 21	1 22	1 23
1 28	 San Juan 28-7 Unit 35M 1 27	1 26
1 33	1 34	1 35

1. Amoco Production Company
P.O. Box 800, Denver, Colorado 80201

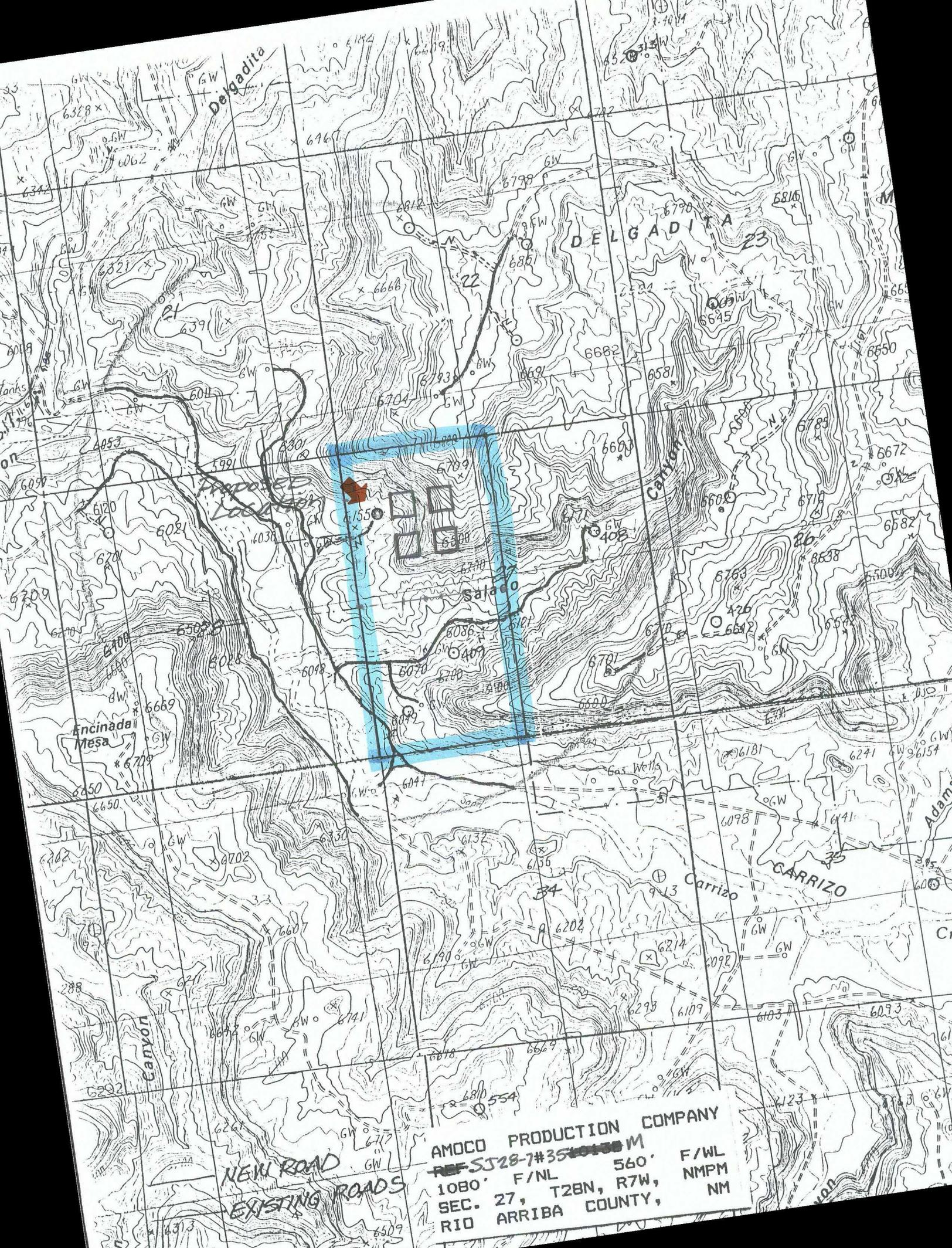


All geological and geophysical data, including the interpretation thereof, appearing on this map is the private and confidential property of Amoco Production Company. The publication or reproduction thereof without the written permission of said Company is strictly prohibited.

AMOCO PRODUCTION COMPANY
PLAT MAP

SAN JUAN 28-7 UNIT 35M
RIO ARRIBA COUNTY NEW MEXICO
SCALE 1 IN. = 2,000 FT. APR 22, 1994

POLYCONIC CENTRAL MERIDIAN - 107° 33' 34" W LON
SPHEROID - 6



NEW ROAD
EXISTING ROADS

AMOCO PRODUCTION COMPANY
REF SJ28-7#351000 M
1080' F/NL 560' F/WL
SEC. 27, T28N, R7W, NMPM
RIO ARRIBA COUNTY, NM

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

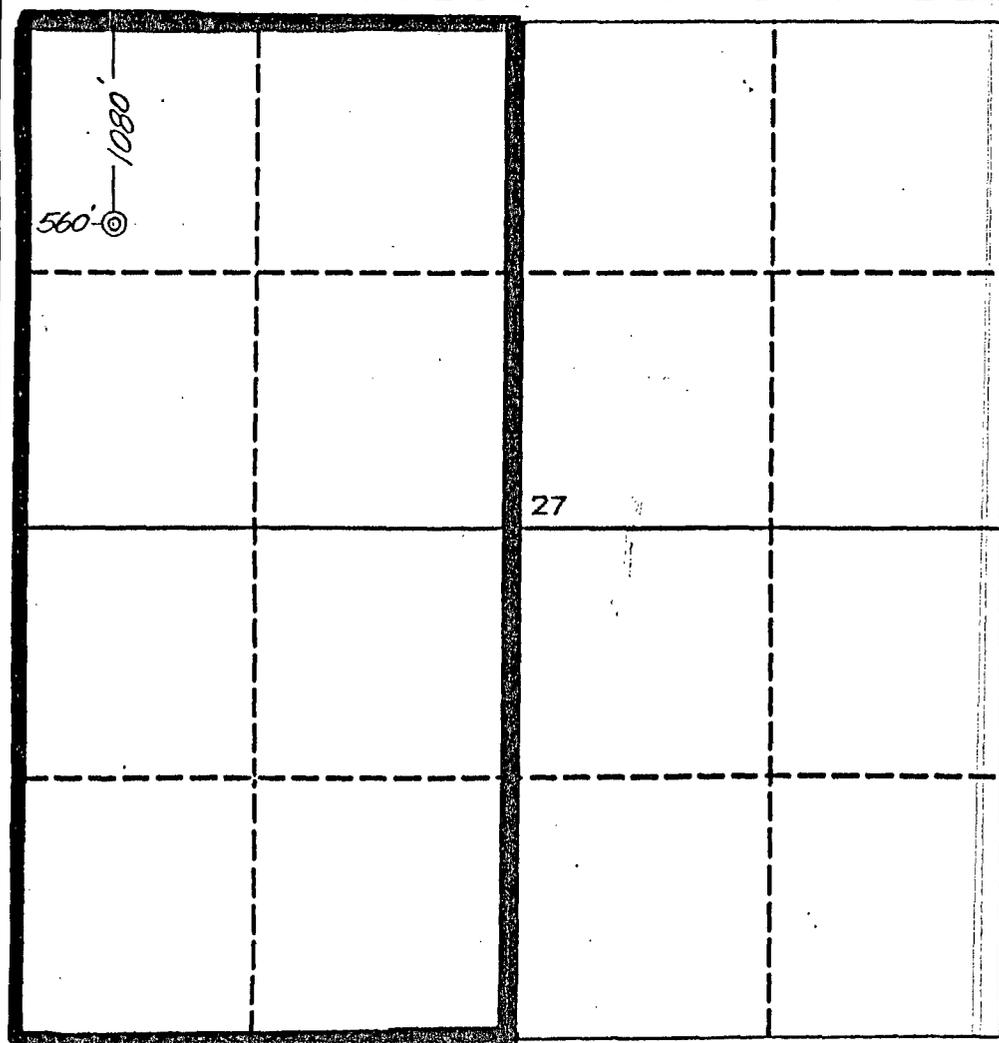
Operator AMOCO PRODUCTION COMPANY		Lease San Juan 28-7 Unit		Well No. #35M
Unit Letter D	Section 27	Township 28 NORTH	Range 7 WEST	County RIO ARRIBA
Actual Footage Location of Well: 1080 feet from the NORTH line and 560 feet from the WEST line				
Ground level Elev. 6163	Producing Formation Basin Dakota	Pool Basin Dakota	Dedicated Acreage: 320 w/2 Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 _____

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
Julie L. Acevedo

Printed Name
Julie L. Acevedo

Position
Senior Staff Assistant

Company
Amoco Production Company

Date
April 19, 1994

SURVEYOR CERTIFICATION

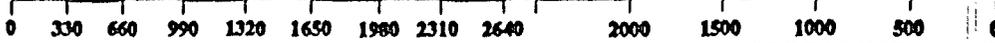
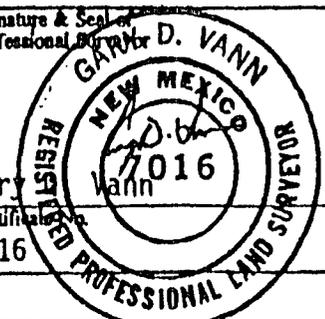
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
April 12, 1994

Signature & Seal of Professional Surveyor
GARY D. VANN

Gary D. Vann
7016

7016



**UNITED STATES
DEPARTMENT OF THE INTERIOR**

BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR DEEPEN

Form approved.
Budget Bureau No. 1004-0136
Expires: December 31, 1991

1a. TYPE OF WORK DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/>		5. LEASE DESIGNATION AND SERIAL NO. SF-078498
b. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input type="checkbox"/> MULTIPLE ZONE <input checked="" type="checkbox"/>		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
2. NAME OF OPERATOR Amoco Production Company Attention: Julie L. Acevedo		7. UNIT AGREEMENT NAME San Juan 28-7 Unit
3. ADDRESS AND TELEPHONE NO. P.O. Box 800, Denver, Colorado 80201 (303) 830-5427		8. FARM OR LEASE NAME, WELL NO. San Juan 28-7 Unit #35M
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)* At surface 1080FNL 560FWL At proposed prod. zone		9. API WELL NO.
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 35 Miles from Aztec, N.M.		10. FIELD AND POOL, OR WILDCAT Mesaverde/Basin Dakota
15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)	16. NO. OF ACRES IN LEASE 1988	11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Section 27 Township 28N Range 7W
17. NO. OF ACRES ASSIGNED TO THIS WELL 320 W/2	18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.	12. COUNTY OR PARISH Rio Arriba
19. PROPOSED DEPTH 7293' TD	20. ROTARY OR CABLE TOOLS Rotary	13. STATE New Mexico
21. ELEVATIONS (Show whether DF, RT, GR., etc.) 6163' GR	22. APPROX. DATE WORK WILL START*	

23. **PROPOSED CASING AND CEMENTING PROGRAM**

SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
14 3/4"	11 3/4"	47#	400'	390 cf Cl B W/2% CaCL(Cement to surface)
10 5/8"	8 5/8"	24# & 32#	3058'	1713 cf Cl B (Cement to surface)
7 7/8"	5 1/2"	15.5# & 17#	7293'	1239 cf CL B

Notice of staking submitted as the San Juan 28-7 #35M on 4/19/94.

Lease Description: T28N - R7W
 Sec. 27: W/2, W/2 NE/4
 Sec. 28: W/2
 Sec. 29: E/2
 Sec. 32: Lots 1,2 , N/2 SE/4,NE4 (E/2)
 Sec. 33: Lots 1, 2, 3, 4, N/2 S/2, N/2 (ALL)

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.

24. SIGNED *Julie L. Acevedo* TITLE Sr. Staff Assistant DATE 04-20-1994

(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 thereon.

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY _____ TITLE _____ DATE _____

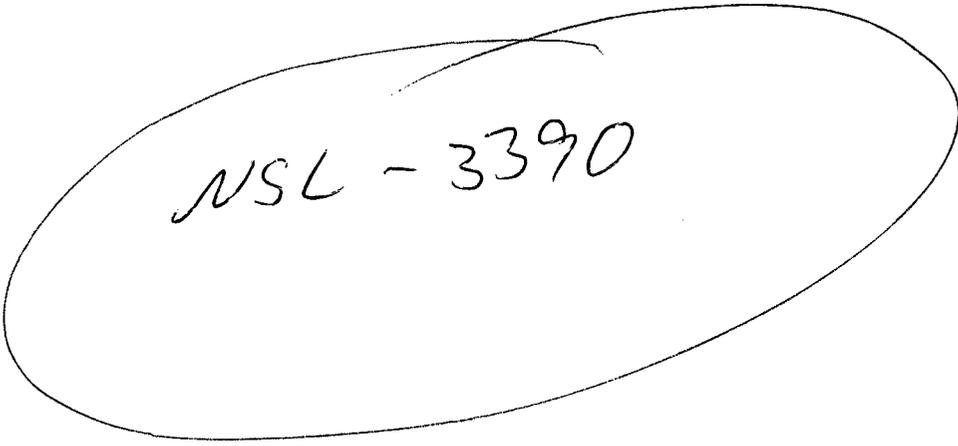
***See Instructions On Reverse Side**

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.

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: AMOCO PRODUCTION CO (NSL)
Date: Tue, Jul 12, 1994 9:46AM

WELL NAME: SAN JUAN 28-7 UNIT #35M
LOCATION: D-27-28N-07W
FOOTAGE: 1080' FNL; 560' FWL
RECOMMEND: APPROVAL



NSL - 3390