

8/12/98 | 9/1/98 | MS | MW | NSL

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

ATLANTIC B LS 7B

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

- [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
- [DD-Directional Drilling] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

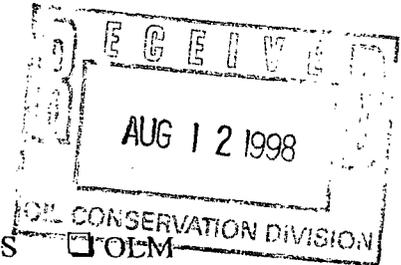
[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Directional Drilling
- NSL NSP DD SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
- DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
- WFX PMX SWD IPI EOR PPR



[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

3rd me 006

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I further verify that all applicable API Numbers are included. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

PAMELA W. STALEY
Print or Type Name

[Signature]
Signature

REGULATORY AFFAIRS ENGR.
Title

8/4/98
Date



Amoco Production Company

Amoco Building
1670 Broadway
Post Office Box 800
Denver, Colorado 80201-0800
(303) 830-4040

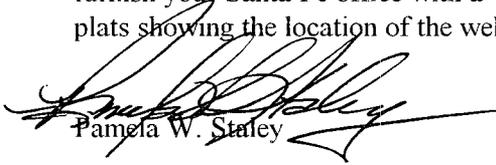
August 4, 1998

Ms. Lori Wrotenbery, Director
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P.O. Box 6429
Santa Fe, NM 87505

Application For Unorthodox Location
Atlantic B LS 7B Well
1830' FNL, 1595' FEL
Unit G Section 34-T31N-R10W
N/2 Spacing Unit
Blanco Mesaverde Pool
San Juan County, New Mexico

Amoco Production Company hereby requests administrative approval for an unorthodox well location for the Atlantic B LS 7B well in the Blanco Mesaverde Pool. Amoco plans to drill this well at an unorthodox location as a third well in the existing spacing unit to access reserves which would otherwise be bypassed with the current well density. This well, as proposed, would be moving toward the center line of the spacing unit only and would be well within the standard 790 foot setback from the outer boundaries of the spacing unit. We are locating this well toward the center of the spacing unit, away from the parent and original infill, which would cause it to fall outside the traditional drilling windows for the Blanco Mesaverde Pool.

A copy of this application will be submitted to the offset operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office. Attached are plats showing the location of the well, offset operators, and all Mesaverde wells drilled in the area.


Pamela W. Staley

Attachments

cc: Frank Chavez, Supervisor Mark Yamasaki, Amoco
 NMOCD District III Gail Jefferson, Amoco
 1000 Rio Brazos Road
 Aztec, NM 87410

WAIVER

_____ hereby waives objection to Amoco's application for an unorthodox well location for the Atlantic B LS 7B well described above.

By: _____

Date: _____

APPLICATION FOR APPROVAL OF UNORTHODOX LOCATION UNDER RULE 104-F

Atlantic B LS 7B Well
1830' FNL, 1595' FEL, Section 34-T31N-R10W
Blanco Mesaverde Pool

LIST OF ADDRESSES FOR OFFSET OPERATORS

Atlantic B LS 7B Well

ATTACHMENTS:

- 9-SECTION PLAT SHOWING LOCATION OF ALL OFFSET WELLS
- FORM C-102 FOR MESAVERDE FORMATION
- LIST OF ALL OFFSET OPERATORS AND THEIR ADDRESSES

LIST OF ADDRESSES FOR OFFSET OPERATORS

Atlantic B LS 7B Well

1 Burlington Resources Oil and Gas Co.
P.O. Box 4289
Farmington, NM 87499

Blanco Mesaverde
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 PO Drawer KK, Artesia, NM 87211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Revised February 21, 1994

Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
		72319		Blanco Mesaverde	
4 Property Code		5 Property Name			6 Well Number
		ATLANTIC B LS			# 78
7 OGRID No.		8 Operator Name			9 Elevation
000778		AMOCO PRODUCTION COMPANY			6309

10 Surface Location

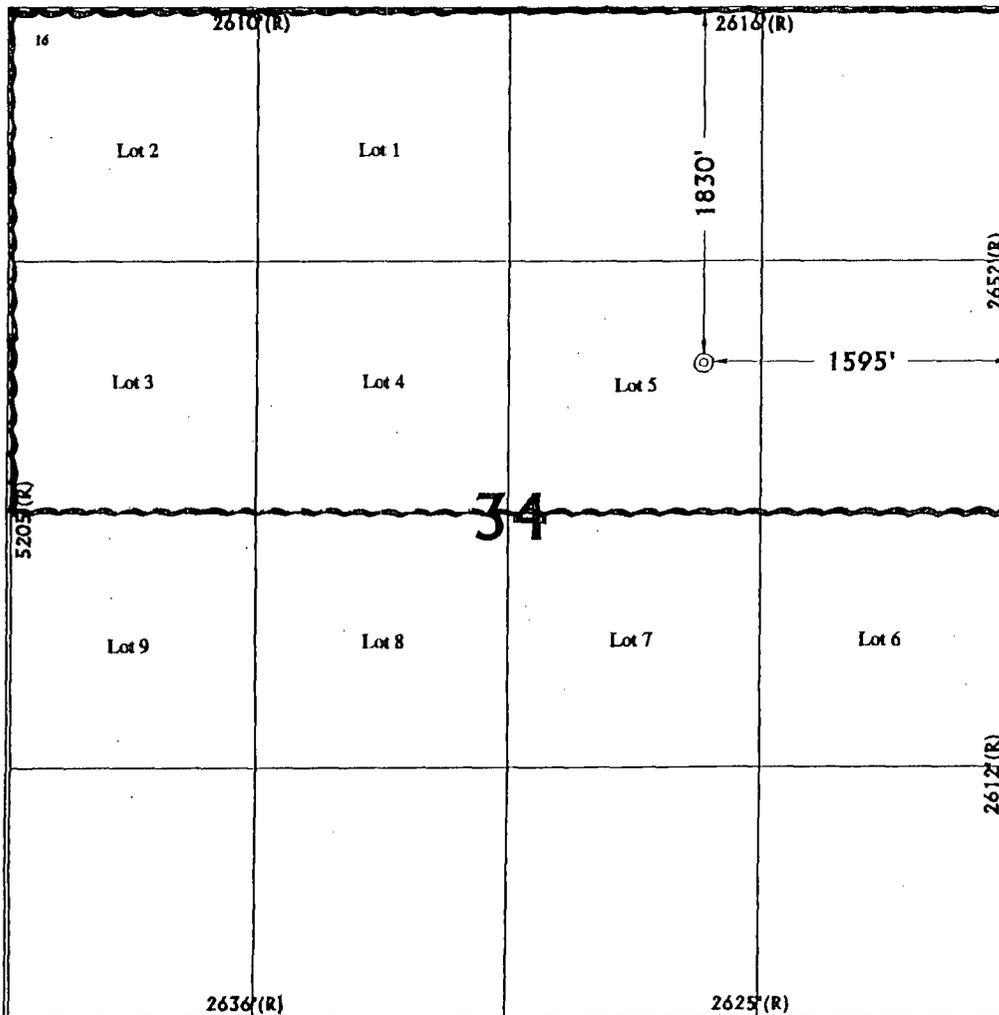
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	34	31 N	10 W		1830	NORTH	1595	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

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

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.
318.27			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTEREST HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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

Gail M. Jefferson
 Signature
 Gail M. Jefferson
 Printed Name
 Sr. Admin. Staff Asst.
 Title
 7/28/98
 Date

18 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 belief.

July 8, 1998
 Date of Survey

Signature and Seal of Professional Surveyor

GARY D. VANN
 NEW MEXICO
 REGISTERED PROFESSIONAL LAND SURVEYOR
 7016

7016
 Certificate Number



AMOCO PRODUCTION COMPANY		
ATLANTIC B LS 7R - NEW DRILL MESAVERDE - NINE SECTION PLAT 31N-10W-34SW/NE		
ALC		7/27/98
	Scale 1:24025.5	

Sec : 34 Twp : 31N Rng : 10W Section Type : NORMAL

2 39.28 Federal owned A	1 39.80 Federal owned	B 40.00 Federal owned	A 40.00 Federal owned A A A A
3 39.38 Federal owned	4 39.90 Federal owned A	5 39.91 Federal owned	H 40.00 Federal owned

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

22
78.66

79.70

79.91

8

3) 8.27

Sec : 34 Twp : 31N Rng : 10W Section Type : NORMAL

9 39.09 Federal owned A	8 38.83 Federal owned A	7 38.63 Federal owned A	6 38.95 Federal owned
M 40.00 Fee owned	N 40.00 Fee owned A	O 40.00 Fee owned	P 40.00 Fee owned

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12