

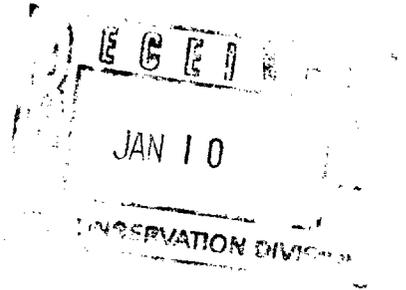
NSL 1/30/01  
102236148



**PHILLIPS PETROLEUM COMPANY**

FARMINGTON, NEW MEXICO 87401  
5525 HWY. 64 NBU 3004

January 8, 2001



Oil Conservation Division  
State of New Mexico  
2040 South Pacheco  
Santa Fe, New Mexico 87505

Attn: Ms. Lori Wrotenberry

**RE: REQUEST FOR ADMINISTRATIVE APPROVAL OF UNORTHODOX WELL LOCATION  
SAN JUAN 29-5 UNIT #58M WELL  
NW/4 SECTION 30-29N-5W  
RIO ARRIBA COUNTY, NEW MEXICO  
PHILLIPS CONTRACT C40452**

30-C 37-26580

Ladies and Gentlemen::

Phillips Petroleum Company (Phillips) as Operator of the captioned well, respectfully requests administrative approval of an unorthodox well location for the said well.

Phillips proposes to drill the San Juan 29-5 Unit #58M well at a location of 2452' FNL & 1527' FWL of Section 30-29N-5W, Rio Arriba County, New Mexico. This well will be a commingled well located in the Basin Dakota and Blanco Mesaverde Pools and will have the W/2 of Section 30 designated as the drillblock for the Mesaverde and Dakota. This is an orthodox location for the Mesaverde, (as per Order No. R-10987-A) and is an infill well for the Mesaverde Pool, however, it is not an orthodox location for the Dakota Pool as currently established.

Extensive topographical concerns at an orthodox location requires that this location be utilized. It is unlikely that a separate Dakota well could be drilled as a stand-alone well on an economic basis. The economics are improved through the investment savings realized by drilling the well as a Dakota/Mesaverde commingled well. The most viable alternative to recover Dakota reserves is to drill the Mesaverde infill wells as commingled wells, thus necessitating our request. Additionally, this creates less surface disturbance, which is an increasing concern of the BLM and Fee surface owners.

For your benefit in reviewing this request, we are providing the following:

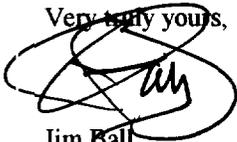
1. Form C-102 (and accompanying information)
2. A topographical plat of the area
3. A nine section plat exhibiting offset operators

This drill block is located within the confines of the San Juan 29-5 Unit. Phillip Petroleum Company operates all of the properties offsetting the offending well location.

Unorthodox Well Location  
San Juan 29-5 Unit #60M Well  
December 22, 1999  
Page 2

We thank you for your considerate attention to this request and should you need additional information or clarification, please do not hesitate to contact the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read "Jim Ball", is enclosed within a large, hand-drawn oval scribble.

Jim Ball  
Senior Land Specialist  
San Juan Basin  
(505) 599-3410

cc: J. L. Mathis (r) C40452  
Frank Chavez – OCD, Aztec

District I  
 PO Box 1980, Hobbs, NM 88241-1980  
 District II  
 811 South First, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
 2040 South Pacheco  
 Santa Fe, NM 87505

Form C-102  
 Revised October 18, 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 71599		3 Pool Name Basin Dakota	
4 Property Code 009256		5 Property Name SAN JUAN 29-5 UNIT			6 Well Number 58M
7 OGRID No. 017654		8 Operator Name PHILLIPS PETROLEUM COMPANY			9 Elevation 6501'

10 Surface Location

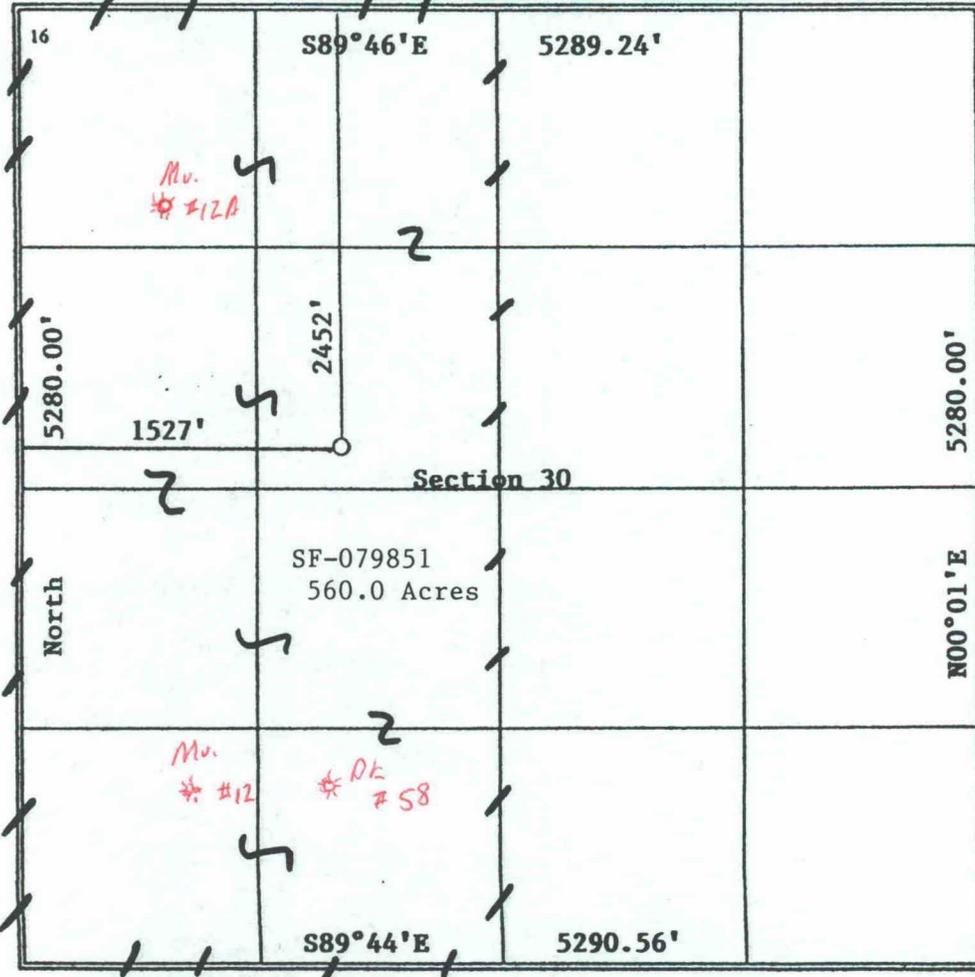
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
F	30	29N	5W		2452'	NORTH	1527'	WEST	RIO ARRIBA

11 Bottom Hole Location If Different From Surface

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

12 Dedicated Acres 320 W/2	13 Joint or Infill Y	14 Consolidation Code U	15 Order No.
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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



17 OPERATOR CERTIFICATION

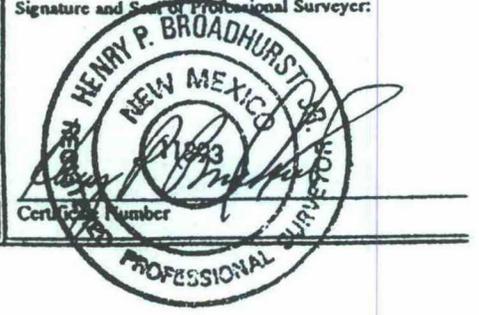
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

*Patsy Clugston*  
 Signature  
 Patsy Clugston  
 Printed Name  
 Sr. Regulatory/Proration Cle  
 Title  
 11/28/00  
 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.

08/29/2000  
 Date of Survey  
 Signature and Seal of Professional Surveyer:



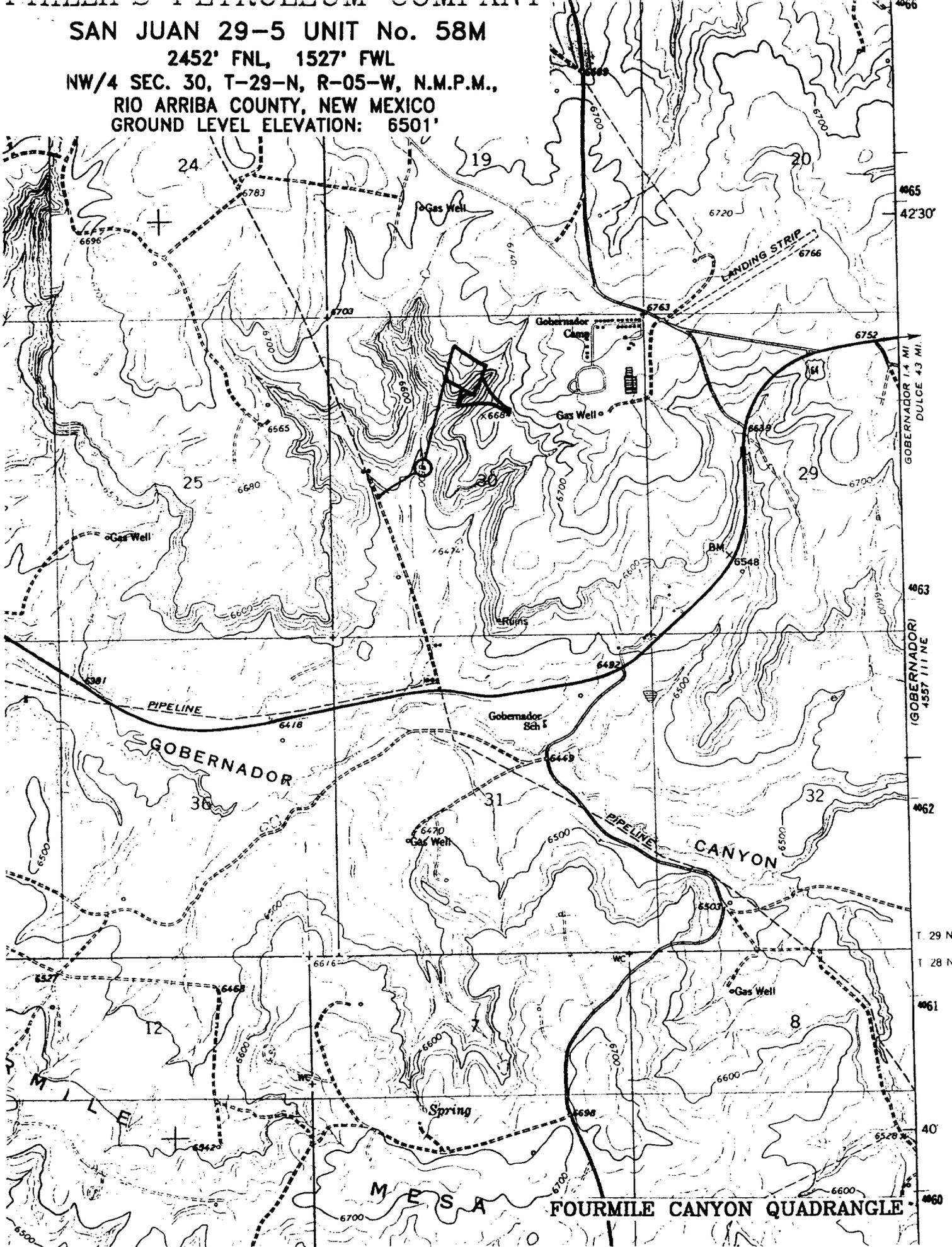
SAN JUAN 29-5 UNIT No. 58M

2452' FNL, 1527' FWL

NW/4 SEC. 30, T-29-N, R-05-W, N.M.P.M.,

RIO ARRIBA COUNTY, NEW MEXICO

GROUND LEVEL ELEVATION: 6501'



4066  
4065  
42°30'  
4063  
4062  
T. 29 N  
T. 28 N  
4061  
40  
4060

GOBERNADOR 1.4 MI  
DULCE 4.3 MI  
(GOBERNADOR) 4.557 111 NE

**PLAT OF OFFSET OPERATORS  
 SAN JUAN 29-5 UNIT #58M  
 TOWNSHIP 29 NORTH, RANGE 5 WEST**

	R6W	R5W	
	24	19	20
	PHILLIPS PETROLEUM COMPANY	PHILLIPS PETROLEUM COMPANY	PHILLIPS PETROLEUM COMPANY
	25	30	31
T 29 N	PHILLIPS PETROLEUM COMPANY	★ 58M	PHILLIPS PETROLEUM COMPANY
	36	31	32
	PHILLIPS PETROLEUM COMPANY	PHILLIPS PETROLEUM COMPANY	PHILLIPS PETROLEUM COMPANY
	R6W	R5W	

**Stogner, Michael**

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**From:** Perrin, Charlie  
**Sent:** Wednesday, January 10, 2001 6:53 AM  
**To:** Stogner, Michael; Hayden, Steven  
**Subject:** NSL,phillips, san juan 29-5,#58M,, , approvable for topo/henry-villanueva,, ,no more info in message

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

02/07/01 10:05:06  
OGOMES -TPXC  
PAGE NO: 1

Sec : 30 Twp : 29N Rng : 05W Section Type : NORMAL

D 40.00  Federal owned U A	C 40.00  Federal owned U	B 40.00  Federal owned U	A 40.00  Federal owned U
E 40.00  Federal owned U	F 40.00  Federal owned U A	G 40.00  Federal owned U	H 40.00  Federal owned U A

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

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

02/07/01 10:05:11  
OGOMES -TPXC  
PAGE NO: 2

Sec : 30 Twp : 29N Rng : 05W Section Type : NORMAL

L 40.00  Federal owned U	K 40.00  Federal owned U	J 40.00  Federal owned U	I 40.00  Federal owned U A
M 40.00  Federal owned U A	N 40.00  Federal owned U A	O 40.00  Federal owned U A	P 40.00  Federal owned U

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

CMD : ONGARD 02/07/01 10:05:59  
OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TPXC

OGRID Idn : 17654 API Well No: 30 39 26580 APD Status(A/C/P): A  
Opr Name, Addr: PHILLIPS PETROLEUM CO NW Aprvl/Cncl Date : 01-16-2001  
5525 HWY 64 NBU 3004  
FARMINGTON,NM 87401

Prop Idn: 9256 SAN JUAN 29 5 UNIT Well No: 58 M

	U/L	Sec	Township	Range	Lot	Idn	North/South	East/West
	---	---	-----	-----	-----	-----	-----	-----
Surface Locn :	F	30	29N	05W			FTG 2452 F N	FTG 1527 F W
OCD U/L :	F		API County :	39				

Work typ(N/E/D/P/A) : N Well typ(O/G/M/I/S/W/C): G Cable/Rotary (C/R) : F  
Lease typ(F/S/P/N/J/U/I): F Ground Level Elevation : 6501

State Lease No: Multiple Comp (S/M/C) : M  
Prpsd Depth : 7893 Prpsd Frmtn : BASIN DK/BLANCO MV

E0009: Enter data to modify record

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06 CONFIRM
PF07	PF08	PF09 PRINT	PF10 C102	PF11 HISTORY	PF12

CMD : ONGARD 02/07/01 10:06:32  
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TPXC

API Well No : 30 39 20459 Eff Date : 01-01-1900 WC Status : A  
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)  
OGRID Idn : 17654 PHILLIPS PETROLEUM CO NW  
Prop Idn : 9256 SAN JUAN 29 5 UNIT

Well No : 058  
GL Elevation: 6462

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: N	30	29N	05W	FTG 800 F S	FTG 1500 F W	P

Lot Identifier:

Dedicated Acre: 320.00

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 02/07/01 10:06:15  
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TPXC

API Well No : 30 39 7521 Eff Date : 01-01-1900 WC Status : A  
Pool Idn : 72319 BLANCO-MESAVERDE (PRORATED GAS)  
OGRID Idn : 17654 PHILLIPS PETROLEUM CO NW  
Prop Idn : 9256 SAN JUAN 29 5 UNIT

Well No : 012  
GL Elevation: 6463

U/L Sec Township Range North/South East/West Prop/Act (P/A)

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B.H. Locn : M 30 29N 05W FTG 990 F S FTG 990 F W P

Lot Identifier:

Dedicated Acre: 320.00

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06  
PF07 PF08 PF09 PF10 NEXT-WC PF11 HISTORY PF12 NXTREC

CMD : ONGARD 02/07/01 10:05:30  
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TPXC

API Well No : 30 39 21559 Eff Date : 05-01-1978 WC Status : A  
Pool Idn : 72319 BLANCO-MESAVERDE (PRORATED GAS)  
OGRID Idn : 17654 PHILLIPS PETROLEUM CO NW  
Prop Idn : 9256 SAN JUAN 29 5 UNIT

Well No : 012A  
GL Elevation: 6675

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: D	30	29N	05W	FTG 1030 F N FTG	790 F W	P

Lot Identifier:  
Dedicated Acre: 320.00  
Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD : ONGARD 02/07/01 10:06:38  
OG6ACRE C102-DEDICATE ACREAGE OGOMES -TPXC

Page No : 1

API Well No : 30 39 20459 Eff Date : 04-30-1991  
Pool Idn : 71599 BASIN DAKOTA (PRORATED GAS)  
Prop Idn : 9256 SAN JUAN 29 5 UNIT Well No : 058  
Spacing Unit : 30880 OCD Order : Simultaneous Dedication:  
Sect/Twp/Rng : Acreage : 320.00 Revised C102? (Y/N) :  
Dedicated Land:

S	Base	U/L	Sec	Twp	Rng	Acreage	L/W	Ownership	Lot Idn
	C		30	29N	05W	40.00	N	FD	
	D		30	29N	05W	40.00	N	FD	
	E		30	29N	05W	40.00	N	FD	
	F		30	29N	05W	40.00	N	FD	
	K		30	29N	05W	40.00	N	FD	
	L		30	29N	05W	40.00	N	FD	
	M		30	29N	05W	40.00	N	FD	
	N		30	29N	05W	40.00	N	FD	

E0005: Enter data to modify or PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM  
PF07 EKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF