



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

October 17, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Union Oil Company of California
3300 North Butler Avenue, Suite 200
Farmington, NM 87401

Attention: Bill Hering

RECEIVED

OCT 23 1990

OIL CON. DIV.
DIST. 3

Administrative Order NSL-2908

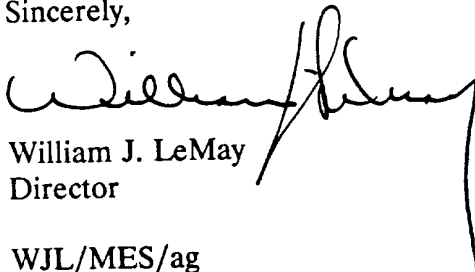
Dear Mr. Hering:

Reference is made to your application dated September 7, 1990 for a non-standard Basin-Fruitland coal gas well location for your existing Day "B" Well No. 6 which was drilled in 1960 and completed in the South Blanco Pictured Cliffs Pool at a standard gas well location 1700 feet from the North line and 1750 feet from the West line (Unit F) of Section 7, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Pictured Cliffs zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, is unorthodox. Further, Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of said Section 7 shall be dedicated to the well forming a standard 320.44-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

11111 1111 1111111111111111
AZTEC, NEW MEXICO 87410
(505) 334-0170

Date: 10-8-90

Oil Conservation Division
P.O. Box 2000
Santa Fe, NM 87504-2000

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

Gentlemen:

I have examined the application dated 9-26-90
for the UNOCPL DAY B #6
Operator Lease & Well No.

F-7-27N-8W and my recommendations are as follows:
Unit, S-T-R

Approve

Yours truly,

James Bush

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 10, 1990

Farmington District

Mr. William Lemay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
P.O. Box 2088
Santa Fe, NM 87503

RE: Application of Union Oil Company
of California dba Unocal for a non-
standard Location of an existing well
recompletion to the Basin Fruitland
Coal (Gas) Day B #6, 1700' FNL &
1750' FWL, SE/4 NW/4, Sec. 7, T27N-
R8W, San Juan County, NM, SF078571

Dear Mr. Lemay:

Union Oil Company of California dba Unocal hereby makes this application for administrative approval for a non-standard location to the Basin Fruitland Coal (Gas) formation as per Rule 8, Special Rules and Regulations for the Basin Fruitland Coal Gas Pool. The subject well, located in the SE/4 NW/4 Sec. 7, T27N-R8W, was originally drilled to the Blanco Pictured Cliffs South formation and is no longer productive. It is proposed to plug back the Pictured Cliffs formation and recomplete uphole to the Fruitland Coal formation.

Since this well is located in the NW/4 of the section it is off pattern and therefore non-standard in the Basin Fruitland Coal.

A letter notifying offset operators of Unocal's intent and this application for administrative approval has been submitted to all offset operators by certified mail return receipt with a request that they furnish the NMOCD with a Waiver of Objection, and that they return one copy to Unocal.

A map of the lease is attached to this application showing offset operators and owners.

Also attached is a new C-102 showing the 320 acre dedication to the Basin Fruitland Coal and copies of the letters sent to offset operators.

Union Oil Company of California requests that the Director approve this application for a non-standard location.

Respectfully submitted,

Union Oil Company of California
dba UNOCAL

A handwritten signature in black ink, appearing to read "Bill Hering". The signature is fluid and cursive, with the first name "Bill" and last name "Hering" clearly distinguishable.

Bill Hering
District Petroleum Engineer

WH/df

Encl.

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 7, 1990

Farmington District

Texaco, Inc.
P.O. Box 3109
Midland, Texas 79702

RE: Offset Owner Consent
Day B #6, 7F-T27N-R8W
San Juan County, New Mexico

Gentlemen:

Union Oil Company of California dba Unocal intends to recomplete the existing Day B #6 in the northwest quarter of Section 7, T27N-R8W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer productive and has been disconnected from the meter. It is located 1700' FNL and 1750' FWL. An administrative approval application for a non-standard Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Division (NMOCD).

Since records show your company to be an offset owner, Unocal respectfully requests that you indicate your approval or disapproval of this project to the NMOCD. If you have no objection, please sign and date the Waiver of Objection give below, furnishing one copy to the NMOCD and forwarding one copy to the office indicated on the letter-head. Since this project is critical in regard to timing, your early response would be appreciated.

Respectfully submitted,

Union Oil Company of California
dba UNOCAL

Bill Hering
District Petroleum Engineer

WAIVER

_____ hereby waives objection to Union Oil Company of California's application for a non-standard location of the Day B #6 as proposed above.

By: _____ Date: _____

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 7, 1990

Farmington District

Conoco, Inc.
Attn: John Skopak
3817 NW Expressway
Oklahoma City, OK 73112

RE: Offset Owner Consent
Day B #6, 7F-T27N-R8W
San Juan County, New Mexico

Gentlemen:

Union Oil Company of California dba Unocal intends to recomplete the existing Day B #6 in the northwest quarter of Section 7, T27N-R8W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer productive and has been disconnected from the meter. It is located 1700' FNL and 1750' FWL. An administrative approval application for a non-standard Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Division (NMOCD).

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Union Oil Company of California
dba UNOCAL

Bill Hering
District Petroleum Engineer

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By: _____ Date: _____

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 7, 1990

Farmington District

Amoco Production Company
Attn: D.D. Lawson
P.O. Box 800
Denver, Colorado 80201

RE: Offset Owner Consent
Day B #6, 7F-T27N-R8W
San Juan County, New Mexico

Gentlemen:

Union Oil Company of California dba Unocal intends to recomplete the existing Day B #6 in the northwest quarter of Section 7, T27N-R8W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer productive and has been disconnected from the meter. It is located 1700' FNL and 1750' FWL. An administrative approval application for a non-standard Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Division (NMOCD).

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Respectfully submitted,

Union Oil Company of California
dba UNOCAL


Bill Hering
District Petroleum Engineer

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By: _____ Date: _____

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 7, 1990

Farmington District

Meridian Oil Inc.
Attn: Van Goble
P.O. Box 4289
Farmington, NM 87499

RE: Offset Owner Consent
Day B #6, 7F-T27N-R8W
San Juan County, New Mexico

Gentlemen:

Union Oil Company of California dba Unocal intends to recompleate the existing Day B #6 in the northwest quarter of Section 7, T27N-R8W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer productive and has been disconnected from the meter. It is located 1700' FNL and 1750' FWL. An administrative approval application for a non-standard Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Division (NMOCD).

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Respectfully submitted,

Union Oil Company of California
dba UNOCAL

Bill Hering
District Petroleum Engineer

WAIVER

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By: _____ Date: _____

Unocal Oil & Gas Division
Unocal Corporation
3300 North Butler Avenue
Suite 200
Farmington, New Mexico 87401
Telephone (505) 326-7600
Fax: (505) 326-6145



September 7, 1990

Farmington District

Burton/Hawks
P.O. Box 359
Casper, Wyoming 82602

RE: Offset Owner Consent
Day B #6, 7F-T27N-R8W
San Juan County, New Mexico

Gentlemen:

Union Oil Company of California dba Unocal intends to recompleate the existing Day B #6 in the northwest quarter of Section 7, T27N-R8W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer productive and has been disconnected from the meter. It is located 1700' FNL and 1750' FWL. An administrative approval application for a non-standard Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Division (NMOCD).

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Respectfully submitted,

Union Oil Company of California
dba UNOCAL

Bill Hering
District Petroleum Engineer

WAIVER

_____ hereby waives objection to Union Oil Company of California's application for a non-standard location of the Day B #6 as proposed above.

By: _____ Date: _____

Mail to Appropriate
District Office
Lease - 4 copies
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

TRCT I
Box 1980, Hobbs, NM 88240

TRCT II
Drawer DD, Artesia, NM 88210

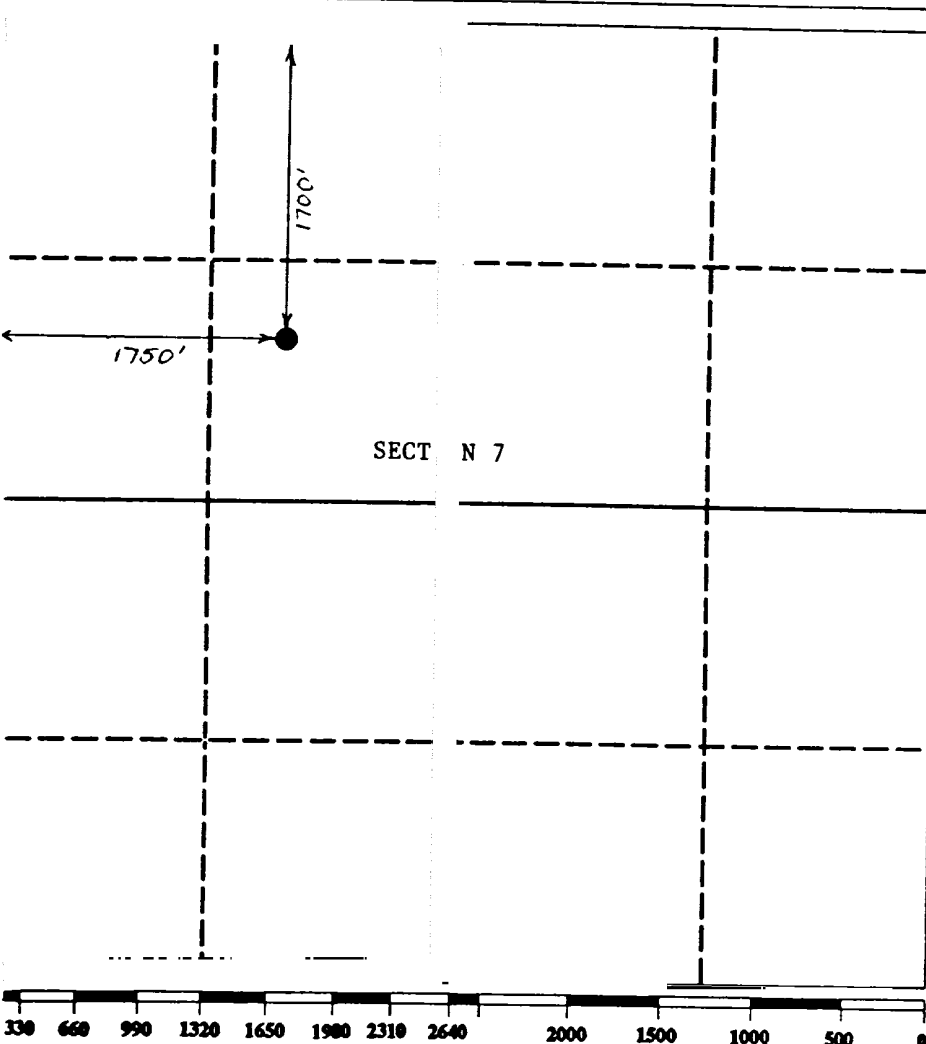
TRCT III
Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Lessor			Lease		Well No.
Union Oil Company of California			Day B SF078571		6
Letter	Section	Township	Range	County	
F	7	27N	8W	NMPM	San Juan
Well Footage Location of Well:					
1700' feet from the North line and		1750' feet from the West line			
and level Elev.	Producing Formation		Pool	Dedicated Acreage:	
6774'	Fruitland Coal		Basin Fruitland Coal	320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc?
☒ Yes ☐ No If answer is "yes" type of consolidation Communitization
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 communitization, 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 William Hering
Printed Name William Hering
Position Dist. Petroleum Engineer
Company Union Oil Co. of Calif.
Date 9-1-90

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
Certificate No.

* ORIGINAL SURVEY ON FILE

RINCON 56 - OFFSET OWNERS & OPERATOR

Atlantic Richfield Company
Box 1610
Midland, TX 79202

Meridian Oil Company
P.O. Box 4289
Farmington, NM 87499-4289

Wiser Oil Company
P.O. Box 192
Sisterville, WV 26175-0192

Burton/Hawks, Inc.
P.O. Box 359
Casper, Wyoming 82602

NCRA
1775 Sherman St., Suite 3000
Denver, Colorado 80203