

BLACKWOOD & NICHOLS CO., LTD.

P.O. BOX 1237
DURANGO, COLORADO 81302-1237
(303) 247-0728

RECEIVED

JAN 31 1990

OIL CON. DIV.
DIST. 3

January 29, 1990

Mr. William LeMay
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Unorthodox Gas Well Location
Northeast Blanco Unit Well No. 421R
1070' FSL, 465' FEL
Section 4, T30N, R7W
Rio Arriba County, New Mexico

Dear Mr. LeMay:

Blackwood & Nichols Co., Ltd. requests administrative approval of an exception to the footage and location requirements of Rule 7, R-8768, for the subject well located in the Basin Fruitland Coal pool.

This request is for exception due to topography. A Vicinity Map and C-102 are attached for your reference. As evidenced by the Vicinity Map there are no standard footage locations in the southwest quarter nor in the alternative southeast quarter. Blackwood & Nichols Co., Ltd. proposes to redrill this location to develop the Fruitland Coal reserves and a new well could not be located on the same well pad as the original well due to size limitations of the original location.

The east half of Section 4 will be dedicated to this well. All offset proration units are within the boundaries of the Northeast Blanco Unit and operated by Blackwood & Nichols Co., Ltd.

Your prompt consideration of this request is appreciated.

Sincerely,

BLACKWOOD & NICHOLS CO., LTD.



William F. Clark
Operations Manager

Attachments

Submit to Asst. Secretary
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-102

RECEIVED

JAN 31 1990

OIL CON. DIV.
DIST. 3

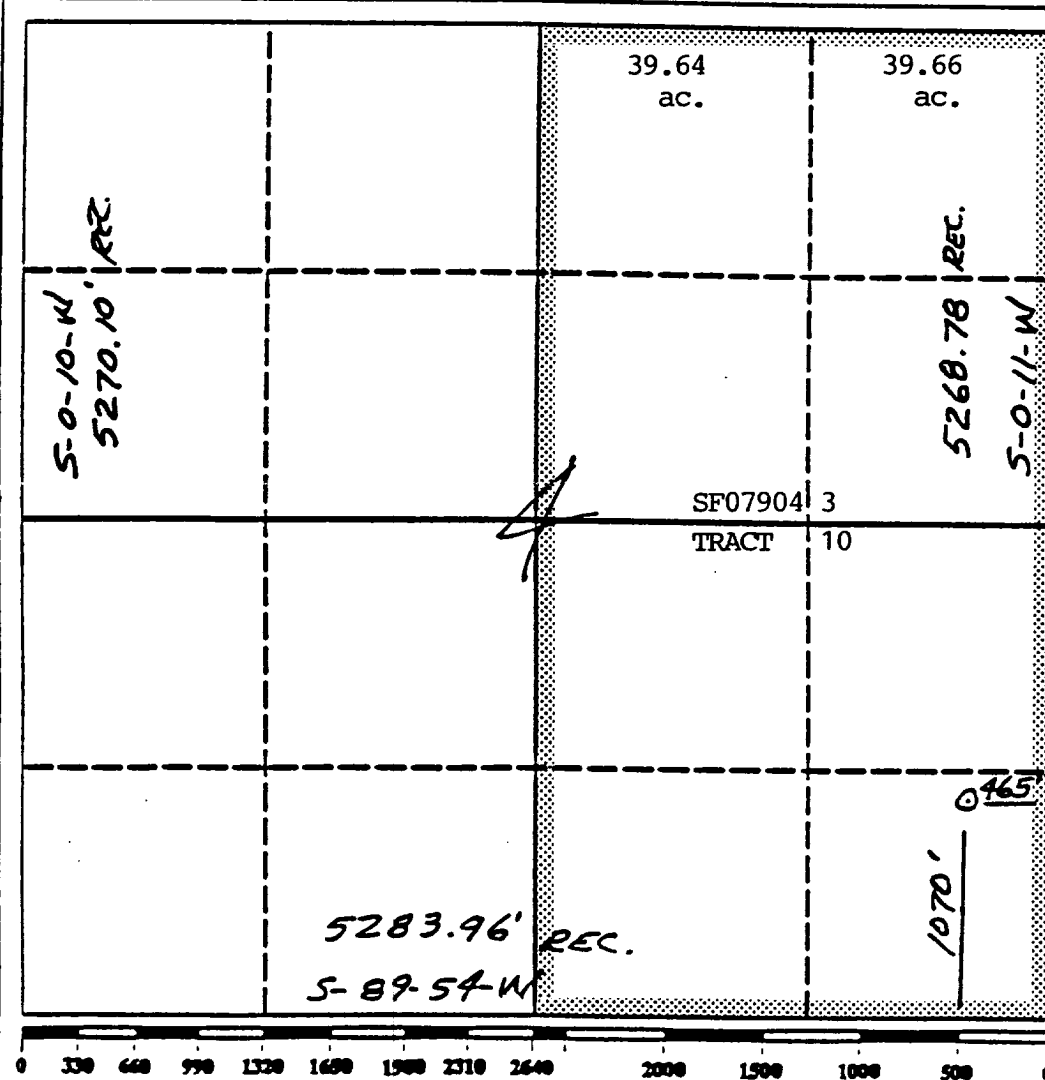
DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

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

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

WELL LOCATION AND ACREAGE DEDICATION PLAT
All Distances must be from the outer boundaries of the section

Operator Blackwood & Nichols Co., LTD.		Lease Northeast Blanco Unit		Well No. 421 R
Unit Letter P	Section 4	Township 30 North	Range 7 West	County Rio Arriba
Actual Footage Location of Well: 1070 feet from the South line and 465 feet from the East line				
Ground level Elev. 6210'	Producing Formation Fruitland Coal	Pool Basin Fruitland Coal	Dedicated Acreage: 319.30 Acres	
<p>1. Outline the acreage dedicated to the subject well by colored pencil or ballpoint marker on the plat below.</p> <p>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).</p> <p>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.? <input type="checkbox"/> Yes <input type="checkbox"/> No If answer is "yes" type of consolidation NA</p> <p>If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary).</p> <p>No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, force-pooling, or otherwise) or until a non-standard tract, eliminating such interest, has been approved by the Division.</p>				



OPERATOR CERTIFICATION

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

Signature
William F. Clark
Printed Name
William F. Clark
Position
Operations Manager
Company
Blackwood & Nichols Co., Ltd.
Date
29 Jan '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
NEALE C. EDWARDS
Signature of Seeker
NEALE C. EDWARDS
Professional Surveyor
Certificate No.
6857

