

BLACKWOOD & NICHOLS CO., LTD. DIVISION  
P.O. BOX 1237  
DURANGO, COLORADO 81302-1237  
(303) 247-0728  
RECEIVED  
FEB 25 AM 10 16

February 21, 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 No. 429R  
225' FNL - 1640' FEL, Sec. 17, T30N, R7W  
Rio Arriba Co., New Mexico

Dear Mr. LeMay;

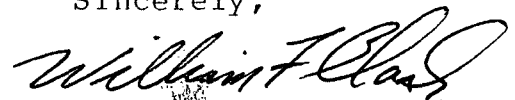
Blackwood & Nichols Co., Ltd. requests administrative approval of an exception to the footage requirements of Rule 7, R-8768 for the subject well, located in the Basin Fruitland Coal Pool.

This request is for exception due to topography. A Vicinity Map and C-102 are attached for your reference. Blackwood & Nichols staked this location at the non - standard footage in order to use as much of the existing pad as possible. This well pad is offset in all directions by archeological sites which necessitates the use of the existing pad. The area on the bench below (South) of the present location has the same problem with archeology. This area was investigated earlier in an attempt to stake a Mesa Verde location. The nearest Fruitland Coal well is 2400' away.

The north half of Section 17, T30N, R7W, will be dedicated to this well. Blackwood & Nichols Co., Ltd. owns or operates all the offset proration units.

Your prompt consideration of this request is appreciated.

Sincerely,



William F. Clark  
Operations Manager  
Blackwood & Nichols  
Co., Ltd.

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

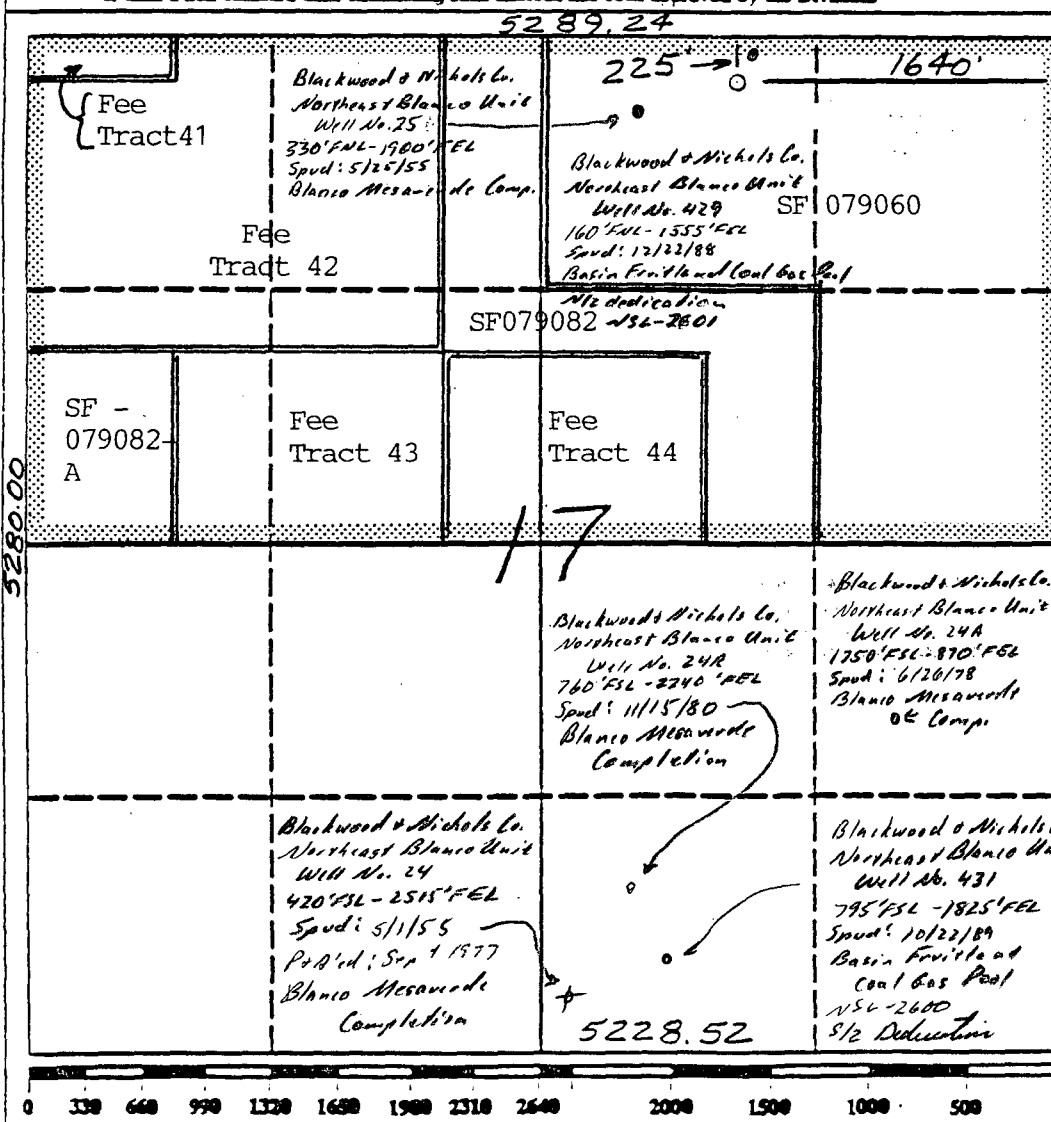
All Distances must be from the outer boundaries of the section

Operator <b>Blackwood &amp; Nichols Co., LTD.</b>			Lease <b>Northeast Blanco Unit</b>		Well No. <b>429 R</b>
Unit Letter <b>B</b>	Section <b>17</b>	Township <b>30 North</b>	Range <b>7 West</b>	County <b>NMNM Rio Arriba</b>	
Actual Footage Location of Well: <b>225</b> feet from the <b>North</b> line and <b>1640</b> feet from the <b>East</b> line					
Ground level Elev. <b>6265'</b>	Producing Formation <b>Fruitland Coal</b>		Pool <b>Basin Fruitland Coal</b>		Dedicated Acreage: <b>320</b> Acres

- Outline the acreage dedicated to the subject well by colored pencil or machine 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 communitization, unitization, force-pooling, etc.?  
☒ Yes ☐ No If answer is "yes" type of consolidation Unitization

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 tract, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature

*William F. Clark*

Printed Name

William F. Clark

Position

Operations Manager

Company

Blackwood & Nichols Co.

Date

SURVEYOR CERTIFICATION

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

1-26696 EDWARDS

Date Surveyed

NEALE C. EDWARDS

Signature of State Professional Surveyor

6857

Certificate No.

6857

Blackwood & Nichols Co., Ltd.  
Northeast Blanco Unit #429R  
225'FNL - 1640' FEL  
Section 17, T30N, R7W NMPM  
Rio Arriba County  
New Mexico





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

ARREY CARROTHERS  
GOVERNOR

1000 OLD HIAZOS ROAD  
AZTEC, NEW MEXICO 87410  
(505) 334-6170

Date: 2-26-90

ATTN:

MIKE STOGNER

Oil Conservation Division  
P.O. Box 2088  
Santa Fe, NM 87504-2088

Re: Proposed MC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL X \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_

OIL CONSERVATION DIVISION  
RECEIVED  
90 FEB 27 AM 8:48

Gentlemen:

I have examined the application dated 2-23-90

for the Blackwood & Nichols Co., LTD. N.E.B.U. #4294  
Operator Lease & Well No.

B-17-30N-7W and my recommendations are as follows:  
Unit, S-T-R

Approved

Yours truly,

Janice Bruch

BLACKWOOD & NICHOLS CO., LTD.

P.O. BOX 1237

DURANGO, COLORADO 81302-1237

(303) 247-0728

OIL CONSERVATION DIVISION  
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'90 MAR 22 AM 9 13

March 19, 1990

New Mexico Oil Conservation Division  
P. O. Box 2088  
State Land Office Building  
Santa Fe, New Mexico 87504

Attention: Mr. Michael E. Stogner  
Chief Hearing Officer/Engineer

Re: Northeast Blanco Unit No. 429R  
225' FNL, 1600' FEL, Section 17, T30N, R7W  
Rio Arriba County, New Mexico

Gentlemen:

In answer to your letter dated March 7, 1990, the NEBU Well No. 429R will be a replacement well for the NEBU No. 429.

The NEBU No. 429 was drilled through the Fruitland coal with weighted mud and 5-1/2" casing was run and cemented in place. The casing was perforated in the coal zones and the well was fracture stimulated with sand and 30# X-link borate gel. After the frac the well had a natural flow of 470 MCFD.

The NEBU No. 429 is in an area where open hole completed wells have gauged between 2600 MCFD and 18,800 MCFD. The proposed replacement well, the NEBU No. 429R will be completed open hole with an anticipated minimum gauge of 3200 MCFD.

The present status of the NEBU No. 429 is waiting on tie-in. When the NEBU No. 429R is drilled, the NEBU No. 429 will either be converted to a pressure observation well or plugged and abandoned, depending upon partner approval.

Sincerely,



William F. Clark  
Operations Manager



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

GARREY CARRUTHERS  
GOVERNOR

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

March 7, 1990

Blackwood & Nichols Co.  
P.O. Box 1237  
Durango, CO 81302

Attention: William F. Clark,  
Operations Manager

*RE: Unorthodox gas well location, Northeast Blanco  
Unit No. 429-R, 225' FNL - 1640' FEL, B-17-  
T30N-R7W, Basin-Fruitland Coal Gas Pool, Rio  
Arriba County, New Mexico.*

Dear Mr. Clark:

This application appears to be a replacement well for your No. 429 located 160 feet from the North line and 1555 feet from the East line (Unit B) of said Section 17, which is an unorthodox coal gas well location previously authorized by Division Administrative Order NSL-2601, dated November 8, 1988. However, your application failed to address what the status of the No. 429 well is at this time.

So that the file may be complete for this application, please provide detailed information on the No. 429 well and the reason a second well is needed for this proration unit.

Thank you in advance for your cooperation in this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", followed by a horizontal line.

Michael E. Stogner  
Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Aztec  
William J. LeMay, Director  
US Bureau of Land Management - Farmington  
US Bureau of Reclamation - Durango



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

GARREY CARRUTHERS  
GOVERNOR

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

March 7, 1990

US Bureau of Reclamation  
Durango Projects Office  
P.O. Box 640  
Durango, CO 81302-0640

Attention: Steve Sacks  
Projects Manager

RE: *Unorthodox coal gas well location, Blackwood  
& Nichols Co., Ltd., Northeast Blanco Unit  
Well No. 429R, 225' FNL - 1640' FEL, B-  
17-T30N-R7W, San Juan County, New  
Mexico.*

Dear Mr. Sacks:

Enclosed please find a copy of an unorthodox coal gas well location request that the NMOCD received on February 26, 1990. This information is being provided for your records since the well is within your jurisdiction. Should you have any comments or suggestions, please contact me.

Sincerely,

A handwritten signature in dark ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner  
Chief Hearing Officer/Engineer

MES/ag

cc: US Bureau of Land Management - Farmington  
Oil Conservation Division - Aztec  
William J. LeMay - OCD Director  
Blackwood & Nichols Co., Ltd. - Durango