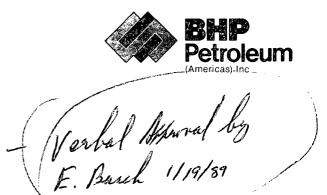
December 19, 1988

State of New Mexico Oil and Gas Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

RE: Request for Approval Unorthodox Well Location Crane Federal 7-29 2080' FNL, 2150' FEL Sec. 29, T24N, R1W Rio Arriba County, NM



Gentlemen:

BHP Petroleum respectfully requests administrative approval of the above referenced unorthodox well location based on topographical reasons. The initial field inspection of the area where an orthodox location could be placed also revealed significantly more cultural artifacts than the proposed location as well as being topographically unacceptable.

It is proposed to drill the subject well to test the Basin Dakota formation.

All offset lease owners within 1/2 mile of the proration boundary of the referenced well have been notified by certified mail of this request.

A copy of the letter sent to the offset lease owners and a list of the owners and their addresses is also enclosed.

Please don't hesitate to contact me if you have any questions or need any additional information.

Sincerely,

BHP PETROLEUM (AMERICAS) INC.

Chuck Williams

Administrator, Field Services

Rocky Mountain Region

CW:gb

OIL CONSERVATION DIVISION SANTA FE

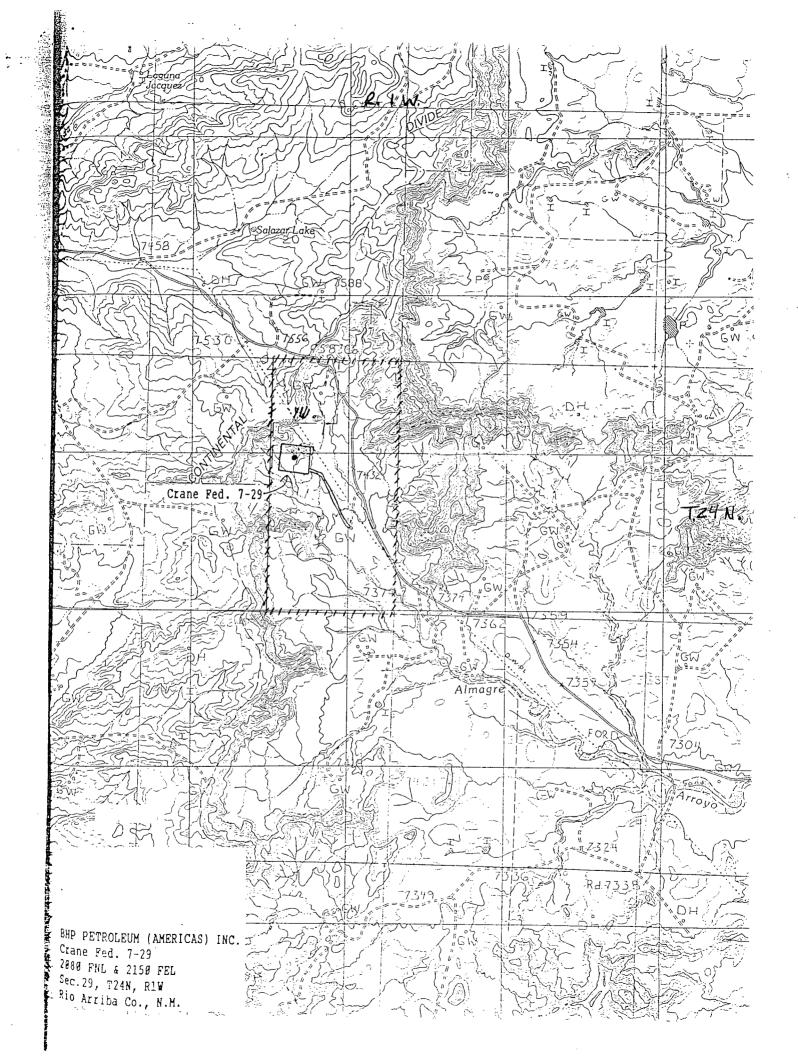
copy Sent to E. Busch 1/13/89

*	R 1 W	
19	A.G. Hill 50% Mobil Prod. TX + NM, In 50%	Billie S. Werntz
T 24 30 N	BHP Petroleum O 29 A.G. Hill 50% Mobil Prod. TX + NM, In 50%	A.G. Hill 50% Mobil Prod. TX + NM, Inc. 50% 28 BHP Petroleum
31	BHP Petroleum	Mobil Prod. TX + NM, Inc.

O Proposed Location Crane Fed. 7-29 SW NE Sec. 29 2080' FNL, 2150' FEL T-24-N, R-1-W

Rio Arriba County New Mexico

Proration Unit



December 19, 1988



RE: Request for Approval
Unorthodox Well Location
Crane Federal 7-29
2080' FNL, 2150' FEL
Sec. 29, T24N, R1W
Rio Arriba County, New Mexico

Gentlemen:

BHP Petroleum has requested that the above referenced Basin Dakota test, unorthodox well location, be approved based on topographic reasons.

BHP Petroleum has also requested that it be approved administratively if no protests are filed within the allowable time frame.

Please don't hesitate to contact me if you have any questions.

Sincerely,

BHP PETROLEUM (AMERICAS) INC.

Chuck Williams Administrator, Field Services Rocky Mountain Region

CW:gb

NAME AND ADDRESS OF LEASE OWNERS WITHIN 1/2 MILE OF PRORATION UNIT OF CRANE FEDERAL 7-29.

A. G. Hill 2500 1st National Bank Bldg. Dallas, TX 75202

Mobil Producing TX & NM Inc. 9 Greenway Plaza, Suite 2700 Houston, TX 77046

Billie S. Werntz 606 Loma Linda Pl., SE. Albuquerque, NM 87108

NEW MEXICO OIL CONSERVATION COMMISSION

Effective 1-1-65

Supersedes C-128 WELL LOCATION AND ACREAGE DEDICATION PLAT All distances must be from the outer boundaries of the Section Well No. NM 036224 Crane Fed. 7-29 BHP PETROLEUM (AMERICAS) INC. Section Township Unit Letter Range County G 24 N 1 W RIO ARRIBA Actual Footage Location of Well: 2150 2080 North East feet from the line and feet from the line Ground Level Elev: Producing Formation Pool Dedicated Acreage: 7433 Niobrara 640 Acres 1. Outline the acreage dedicated to the subject well by colored pencil or hachure 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 interests of all owners been consolidated by communitization, unitization, force-pooling, etc? Presently a working interest unit, to be If answer is "yes," type of consolidation _ communitized prior to production. 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 interests, has been approved by the Commis-CERTIFICATION Lease NM 036224 Graham Royalty, Ltd Crane Fed. Well No. 8 I hereby certify that the information con-790'FNL-1650'FEL tained herein is true and complete to the Royalty Interest - U.S.A. 1003 bests/of my Knowledge bond belief. Clists Post Complete Working Interest Owner 80 Williams Administrator, Field Services Position BHP Petroleum (Americas) Inc BHP Petroleum Company, Inc. -August 31, 1988 2150 SEC. 560 I hereby certify that the well location 29 Lease SF 079352 A shown on this plat was plotted from field notes of actual surveys made by me or Royalty Interest - U.S.A. 1009 under my supervision, and that the same is true and correct to the best of my Working Interest Owners knowledge and belief. OH CONSERVATION DIVISIO A. G. Hill -Graham Royalty, Lid. II1650'FSL-990'FEL Mobil Producing, Texas and N.M., Inc. - 50% Spud: 4/23/61 South Blanco Pictures Cliffs Pool Complete



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1088) PIO BITAZOS NOAD AZTEC, NEW MEXICO 87410 (505) 334-6178

OIL CONSERVATION DIVISION BOX 2088 SANTA FE, NEW MEXICO 87501 NSL-2617
DATE 1-20-89
RE: Proposed MC Proposed DIIC Proposed NSL Proposed SWD Proposed WFX Proposed PMX OIL CONSERVATION DIVISION SANTA FE
Gentlemen:
I have examined the application dated 12-23-88
for the RIFF PETROLEURA Crane Fed 29#7 C-29-2410-165 Operator Lease and Well No. Unit, S-T-R
and my recommendations are as follows:
Approce
- In parace
Yours truly,
$\Omega \sim B \circ \Omega$