UNOCAL®

90 SEP 12 AM 9 04

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) Rincon Unit #56, 2510' FSL & 1830' FEL, NW/4 SE/4, Sec. 2, T26N-R7W, Rio Arriba County, NM State 291

Dear Mr. Lemay:

Union Oil Company of California dba Unocal hereby makes this application for administrative approval for a non-standard and unorthodox 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 Sec. 2, T26N-R7W, 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 SE/4 of the section it is off pattern and therefore non-standard in the Basin Fruitland Coal. In addition, due to resurveying of the township a recent resurvey of the subject well, indicates the well is now located in an unorthodox location. See attached C-102.

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 and unorthodox location.

Respectfully submitted,

Union Oil Company of California dba UNOCAL

Bill Hering

District Petroleum Engineer

WH/df

Encl.



September 6, 1990

Farmington District
Certified Mail

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

> RE: Offset Owner Consent Rincon Unit #56, 2J, T26N-R7W Rio Arriba County, NM

Gentlemen:

By:

Union Oil Company of California dba Unocal intends to recomplete the existing Rincon Unit #56 in the southeast quarter of Section 2, T26N-R7W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer economic to produce. It is located 2510' FSL and 1830' FEL. An administrative approval application for a non-standard and unorthodox Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Divison (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 given below, furnishing one copy to the NMOCD and forwarding one copy to the office indicated on the letter-head. Since this project is critial 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 |
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| Oil Company of California's application for a nor Coal location in the Rincon Unit #56 as proposed | n-standard and | |
| | | |

Date:



September 6, 1990

Farmington District

Certified Mail

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

> RE: Offset Owner Consent Rincon Unit #56, 2J, T26N-R7W Rio Arriba County, NM

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Union Oil Company of California dba UNOCAL

Bill Hering

District Petroleum Engineer

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| 0il | Company | of C | alifornia's | application | for a | non-standa | ard and | unorthodox | Fruitland |
| Coa | l location | on in | the Rincon | Unit #56 as | propo | sed above. | | | |
| | | | | . * | | | | • • | |

| By: | | | <u> </u> | Date: | <u> </u> |
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September 6, 1990

Farmington District

Certified Mail

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

> RE: Offset Owner Consent Rincon Unit #56, 2J, T26N-R7W Rio Arriba County, NM

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dba UNOCAL,

Bill Hering
District Petroleum Engineer

WAIVER

| | | | • |
|---|-------------|---------------|----------------------|
| | | hereby waives | objection to Union |
| Oil Company of California's Coal location in the Rincon | | | unorthodox Fruitland |
| | | | • * . |
| | | | ** |

Date:



September 6, 1990

Farmington District

Certified Mail

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

RE: Offset Owner Consent

Rincon Unit #56, 2J, T26N-R7W

Rio Arriba County, NM

Gentlemen:

Union Oil Company of California dba Unocal intends to recomplete the existing Rincon Unit #56 in the southeast quarter of Section 2, T26N-R7W to the Basin Fruitland Coal Gas formation. This well, originally drilled and completed to the Blanco Pictured Cliffs South, is no longer economic to produce. It is located 2510' FSL and 1830' FEL. An administrative approval application for a non-standard and unorthodox Basin Fruitland Coal Gas location has been made to the New Mexico Oil Conservation Divison (NMOCD).

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Bill Hering
District Petroleum Engineer

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| Oil Company | of California's | application for a | | unorthodox Fruitland |
| Coal location | on in the Rincor | n Unit #56 as propos | ed above. | |
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September 6, 1990

Farmington District

Certified Mail

Atlantic Richfield Company Box 1610 Midland, TX 79202

> RE: Offset Owner Consent Rincon Unit #56, 2J, T26N-R7W Rio Arriba County, NM

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Union Oil Company of California
dba UNOCAL

Bill Hering
District Petroleum Engineer

WAIVER

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|---------|--------------|--------------|------------|-------------|--------------|------------|-----------|--|
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| Coal le | ocation in t | he Rincon Uı | nit #56 as | proposed al | oove. | • | | |
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| By: | | • • | Date | e: | | ٠ | | |

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 I-1-89

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

DISTRICT II P.O. Drawer DD, Artesia, NM 88210 OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

DISTRICT III 1000 Rio Brazos Rd., Aziec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

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| | — — <u> </u> | | · — — . | | _ <u></u> | | | | | troleum Engineer |
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Calculation Record

UNOCAL®

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| ! | | R7W | | RGV | y | |
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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

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