



September 21, 1995

Americas Division
BHP Petroleum

State of New Mexico
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504-2088
Attn: **Michael Stogner**

Re: Non Standard Location , Administrative Approval Request
Gallegos Canyon Unit #320
NE/SW Section 31, T28N, R12W
San Juan County, New Mexico

Gentlemen:

BHP Petroleum (Americas) Inc. respectfully requests that a non-standard location be approved to allow the GCU #320 to be recompleted in the Fruitland Coal formation. The well is located 1850' FSL and 820' FEL of Section 31, T-28-N, R-12-W in San Juan County, New Mexico.

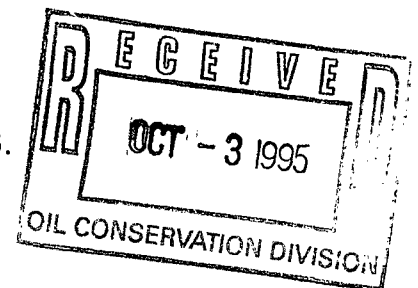
The non-standard location is being requested so that the present acreage that is dedicated to the GCU #7 can be rededicated to the GCU #320. The GCU #7 was recompleted in the Fruitland Coal in 1992 but was uneconomical to produce and is now temporarily abandoned.

No additional surface damage is expected.

BHP is the operator of all offsetting proration units.

If you have any questions, please contact me directly at (713) 961-8423.

Sincerely,
Carl Kolbe
Carl Kolbe
Regulatory Affairs Representative



cc: Ernie Busch - OCD/Aztec, New Mexico

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

5. Case Designation and Serial No.

IND-8470

6. If Indian, Allottee or Tribe Name

NAVAJO

7. If Unit or CA, Agreement Designation

GALLEGOS CANYON UNIT

8. Well Name and No.

NO. 320

9. API Well No.

30-045-24732

10. Field and Pool, or Exploratory Area

BASIN FRUITLAND COAL

11. County or Parish, State

SAN JUAN, NEW MEXICO

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

BHP PETROLEUM (AMERICAS) INC.

3. Address and Telephone No.

P.O. BOX 977 FARMINGTON, NEW MEXICO (505) 327-1639

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**1850' FSL AND 820' FEL
NE/SW SEC.31, T28N, R12W**

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☒ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other

OCT - 3 1995

OIL CONSERVATION DIVISION

- ☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

- 1.) Log well from casing shoe to surface to locate Fruitland Coal interval.
- 2.) Production test the Pictured Cliffs; if productive (25 MCF or more) set an RBP @ approximately 1,300'. If unproductive, set a CIBP @ same depth.
- 3.) Test casing and RBP or CIBP to 500 psi.
- 4.) Perforate the Fruitland Coal with 4 JSPP.
- 5.) Fracture stimulate w/a minimum of 40,000# of sand.

B.O.P.E. will consist of a 2000# preventor equipped w/pipe rams for the workstring, blind rams, and a non-rotating stripper head.

NON STANDARD SURFACE LOCATION APPROVAL IS BEING APPLIED FOR THROUGH THE NMOCD.

14. I hereby certify that the foregoing is true and correct

FRED LOWERY

Signed

Title

MANAGER FIELD OPS.

Date

09-14-95

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any:

District I
PO Box 1988, Hobbs, NM 88241-1988
District II
PO Drawer DD, Artesia, NM 88211-8719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-045-24732		Pool Code 71629	Pool Name Basin Fruitland Coal
Property Code 2038	Property Name Gallegos Canyon Unit		Well Number 320
OGRID No. 2217	Operator Name BHP Petroleum (Americas) Inc.		Elevation 5631'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	30	28N	12W		1850	South	820	East	San Juan

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 District 320	13 Acres N	14 Joint or Infill U	15 Consolidation Code U	16 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>16</p>	<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p> <p><i>Carl Kolbe</i></p> <p>Signature Carl Kolbe</p> <p>Printed Name Regulatory Affairs Rep.</p> <p>Title 9/27/95</p> <p>Date</p>	
	<p>18 SURVEYOR CERTIFICATION</p> <p>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 belief.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Original on file</p> <p>Certificate Number</p>	

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: BHP PET. (AMERICAS) INC. (NSL)
Date: Friday, October 13, 1995 2:51PM
Priority: High

GALLEGOS CANYON UNIT #320

1850' FSL; 820' FEL

I-30-28N-12W

RECOMMEND: RETURN APPLICATION TO OPERATOR, FILING UNNECESSARY, LOCATION IS STANDARD.

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: FW: BHP PET. (AMERICAS) INC. (NSL)
Date: Friday, October 13, 1995 3:02PM
Priority: High

From: Ernie Busch
To: Mike Stogner
Subject: BHP PET. (AMERICAS) INC. (NSL)
Date: Friday, October 13, 1995 2:51PM
Priority: High

GALLEGOS CANYON UNIT #320
1850' FSL; 820' FEL
I-30-28N-12W

RECOMMEND: APPROVAL IF GCU #7 IS PLUGGED OR RECOMPLETED TO ANOTHER ZONE.

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

11/07/95 19:31:54
OGOMES -EMFS
PAGE NO: 2

Sec : 30 Twp : 28N Rng : 12W Section Type : NORMAL

3 36.11 Indian owned U	K 40.00 Indian owned U	J 40.00 Indian owned U	I 40.00 Indian owned U A
4 36.04 Indian owned U A	N 40.00 Indian owned U	O 40.00 Indian owned U	P 40.00 Indian owned U A

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

11/07/95 19:31:47
OGOMES -EMFS
PAGE NO: 1

Sec : 30 Twp : 28N Rng : 12W Section Type : NORMAL

1 36.26 Indian owned U	C 40.00 Indian owned U	B 40.00 Indian owned U	A 40.00 Indian owned U A A
2 36.19 Indian owned U A	F 40.00 Indian owned U A	G 40.00 Indian owned U	H 40.00 Indian owned U

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12