

U.S. Geological Survey
Farmington District

1-23-81

I recommend that the Bureau of Land Management execute the waiver requesting that 80 acres be dedicated to well No. 1 Yazza, NE 1/4 sec. 23, possibly effecting unleased Federal minerals located in sec. 23, T. 26 N., R. 12 W., San Juan County, New Mexico.

James F. Lewis
District Supervisor

The same recommendations are made for unleased Federal minerals around well No. 1 Nopie SE 1/4 sec. 14, T. 26 N., R. 12 W., San Juan County, New Mexico.

James F. Lewis
District Supervisor

Tenneco Oil Company
A Tenneco Company



Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800

Delivery Address:
6061 South Willow Drive
Englewood, Colorado

January 22, 1981

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

Attn: Joe D. Ramey

New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87401

Attn: F. T. Chavez

RE: Application for Nonstandard
Drillsite Spacing Unit
Tenneco Navajo Yazza #1
Proposed Gallup Well
San Juan County, New Mexico

*NSP - 1235
Rule 4 R5353
E/2 NE 1/4 23-26N-12W
Gallegos Gallup Associated
Pool
Waivers
In Immediate*

Gentlemen:

Attached is a copy of a well location plat (C-102) for the above captioned Gallup well.

The Navajo Yazza #1 Well proposed site is 900' FNL, 900' FEL, Section 23 Township 26 North, Range 12 West, San Juan County, New Mexico. The lease expiration date is prohibiting communitization of said leasehold to form a 320 acre spacing unit because production must be obtained by lease expiration. Application is, therefore, made for 160 acre spacing.

80

A copy of this application has been submitted to all offset operators and waiver of objection is attached from each.

Pursuant to Authority of Rule 4b(3)p437we respectfully request your approval of an exemption to the standard well acreage dedication requirements.

Very truly yours,

TENNECO OIL COMPANY

J. M. Lacey
J. M. Lacey
Division Production Manager

WAIVER

GETTY OIL Co. hereby waives objection to Tenneco Oil Company's application of nonstandard spacing unit for their Navajo Smith #1 as proposed above.

By: *[Signature]*

Date: 1/22/81

Form C-107
Revised 10-1-78

San Juan Basin Evaluation of 1981 Expiring Acreage

T26N R12W

COUNTY San Juan

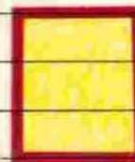
STATE New Mexico

TOWNSHIP

26 N

RANGE 11W

Legend



1981 Expiring Acreage



Other TOC Acreage

(HBP or Non-Expiring)

comp Prod (12-M) MCF Fruitland
IP Cum Gas MCF

comp Fruitland test, DXA

Fruitland Location

comp comp Fruitland Recompletion
IP IP (Previous Gallup Well)

comp Prod (12-M) MCF Pictured
IP Cum Gas MCF Cliffs

comp Pictured Cliffs, DXA

Pictured Cliffs Location

comp Prod (12-M) MCF Prod (12-M) Bbls
Cum Gas MCF IP Cum Oil Bbls Gallup

comp Prod (12-M) Bbls Gallup
IP Cum Oil Bbls

comp Gallup Test, DXA

comp comp Gallup Recompletion
IP IP (Previous Dakota Well)

comp Prod (12-M) MCF Prod (12-M) Bbls Dakota
Cum Gas MCF IP Cum Oil Bbls

comp Dakota Test, DXA

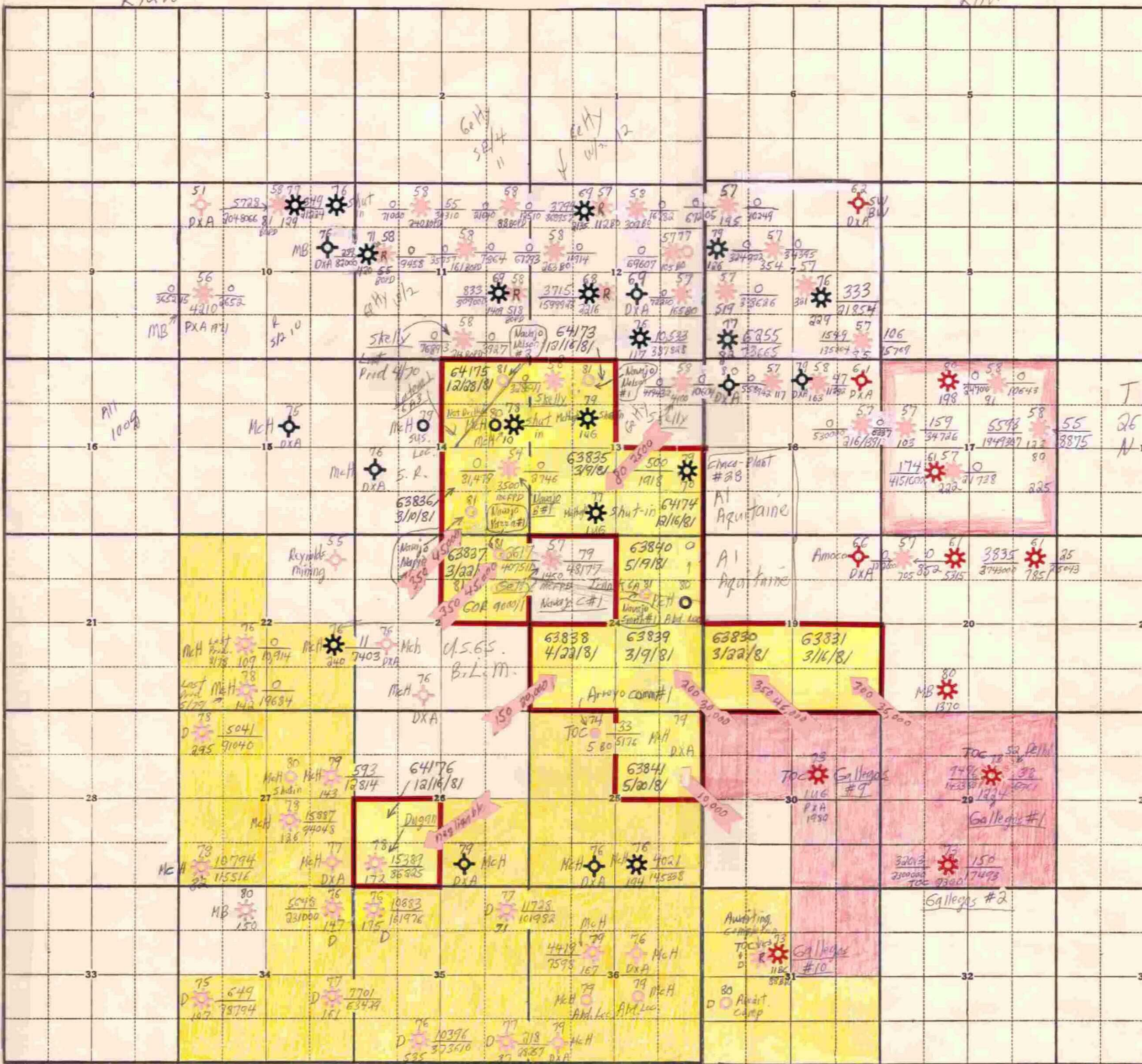
Company Designations

D Dugan

MB Merriam and Bayless

McH McHugh

T
26
N



R12W

11 2 HBP

WU AGENT SANA

905 AM

AYE006(0955)(1-002583N024-001)PD 01/24/81 0756

ICS IPMAYKA ABQ

SUSPECTED DUPLICATE: 1-0012490024-001 AYA 016 ICS IPWDFKA DVF

SUSPECTED DUPLICATE: 1-0405530023 SSA 224 ICS IPMDFKA DVF

02167 DENVER CO 56 01-23 330P 051

PMS NEW MEXICO OIL CONSERVATION DIVISION C/O RON KAPOVIK

PO BOX 2088

SANTA FE NM 87501

PT

ATTN: JOE RAMEY

REF LETTER JAN 22 1 81 1

ATTEN: JCE D FA EY

2ND PARAGRAPH 5TH LINE AMENDED TO READ:

"APPLICATION IS THEREFORE MADE FOR 80 ACRE SPACING. THIS APPLIES

FOR THE FOLLOWING WELLS NAVAJO NAPIE #1 SEC14 SE14 T26N R12E W NAVAJO

YAZZA #1 NE4 SEC 23 T26NF12W

WALTER NEWMAN

DIST. PROD. MANAGER

NNNN

WIT AGENT SANA