



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 17, 1998

RECEIVED
MAR 25 1998

OIL CON. DIV.
DIST. 3

Conoco, Inc.
10 Desta Drive - Suite 100W
Midland, Texas 79705-4500
Attention: Kay Maddox

Administrative Order NSL-3977

Dear Ms. Maddox:

Reference is made to your application dated February 23, 1998, which was received by the Division in Santa Fe on February 25, 1998, for an unorthodox gas well location in both the Blanco-Mesaverde and Basin-Dakota Pools for the existing San Juan "28-7" Unit Well No. 250- (30-039-21637) located 2500 feet from the South line and 1475 feet from the West line (Unit K) of Section 30, Township 28 North, Range 7 West, NMPM, Rio Arriba County, New Mexico.

Production from the Blanco-Mesaverde Pool is to be included in an existing standard 305.76-acre gas spacing and proration unit comprising Lots 1, 2, 3, and 4 and the E/2 W/2 (W/2 equivalent) of said Section 30, which is currently dedicated to Conoco Inc.'s: (i) San Juan "28-7" Unit Well No. 94 (API No. 30-039-07282), located at a standard gas well location 800 feet from the South line and 1850 feet from the West line (Unit N) of said Section 30; and (ii) San Juan "28-7" Unit Well No. 94-A (API No. 30-039-22348), located at a standard gas well location 1520 feet from the North line and 820 feet from the West line (Lot 2/Unit E) of said Section 30. Production from the Basin-Dakota Pool is to be included in an existing non-standard 342.17-acre gas spacing and proration unit (approved by Division Order No. R-2948, dated August 16, 1965) comprising Lot 4 and the SE/4 SW/4 of Section 19 and Lots 1, 2, 3, and 4, the E/2 NW/4, and the NE/4 SW/4 of Section 30, both in Township 28 North, Range 7 West, NMPM, Rio Arriba County, New Mexico, which is currently dedicated to the aforementioned San Juan "28-7" Unit Well No. 250.

It is our understanding that Conoco Inc. intends to downhole commingle both the Blanco-Mesaverde and Basin-Dakota Pools in said well under authority of Division Administrative Order DHC-1800, dated February 24, 1998.

By the authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Blanco-Mesaverde Pool/Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by Division Order No. R-8170, as amended, the above-described unorthodox gas well location for the San Juan "28-7" Unit Well No. 250 is hereby approved. All of the aforementioned wells and both

Administrative Order NSL-3977

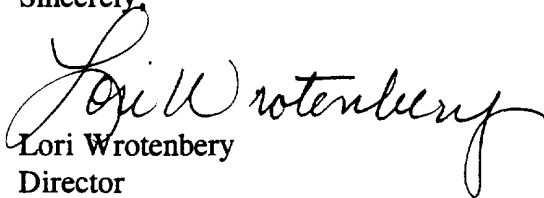
Conoco, Inc.

March 17, 1998

Page 2

GPU's will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,



Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec /
U. S. Bureau of Land Management - Farmington
W. Thomas Kellahin, Counsel - Santa Fe
Jimmy D. Carlile, Conoco, Inc. - Midland, Texas
File: DHC-1800

CONFIDENTIAL

Mid-Continent Region
Exploration/Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

February 23, 1998

Mr. Michael Stogner
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

RECEIVED
FEB 25 1998
OIL CON. DIV.
DIST. 3

RE: Application for Non-Standard Location
San Juan 28-7 Unit Well # 250

Dear Mr. Stogner,

The proposed recompletion of this well in the Mesaverde requires a non-standard order. This well is located in Section 30, T-28-N, R-7-W Rio Arriba County, New Mexico and is currently producing from the Basin Dakota. The Mesaverde/ Dakota pool rules require a standard location to be 790' from the center Section line. This well is located 2500' FSL & 1475' FWL. The well is only 140' from the center section line. After searching all files a call was placed to the OCD to see if a non-standard location order was granted for the Dakota. No order could be found. *We would like to request a non-standard location order be given for both pools.*

As shown on the attached production for the Dakota, there is insufficient evidence to justify drilling stand alone wells. Utilization of the San Juan 28-7 Well #250 will prevent economic waste by allowing access to the Mesaverde in an existing wellbore. An application to downhole commingle production utilizing the subtraction method has been filed.

The offset operator plat shows the operators that could be affected by this non-standard location and enclosed is evidence that they have been notified.

A non-standard location order is requested based on the reasons given. If there are further questions concerning this application please call me at (915) 686-5798.

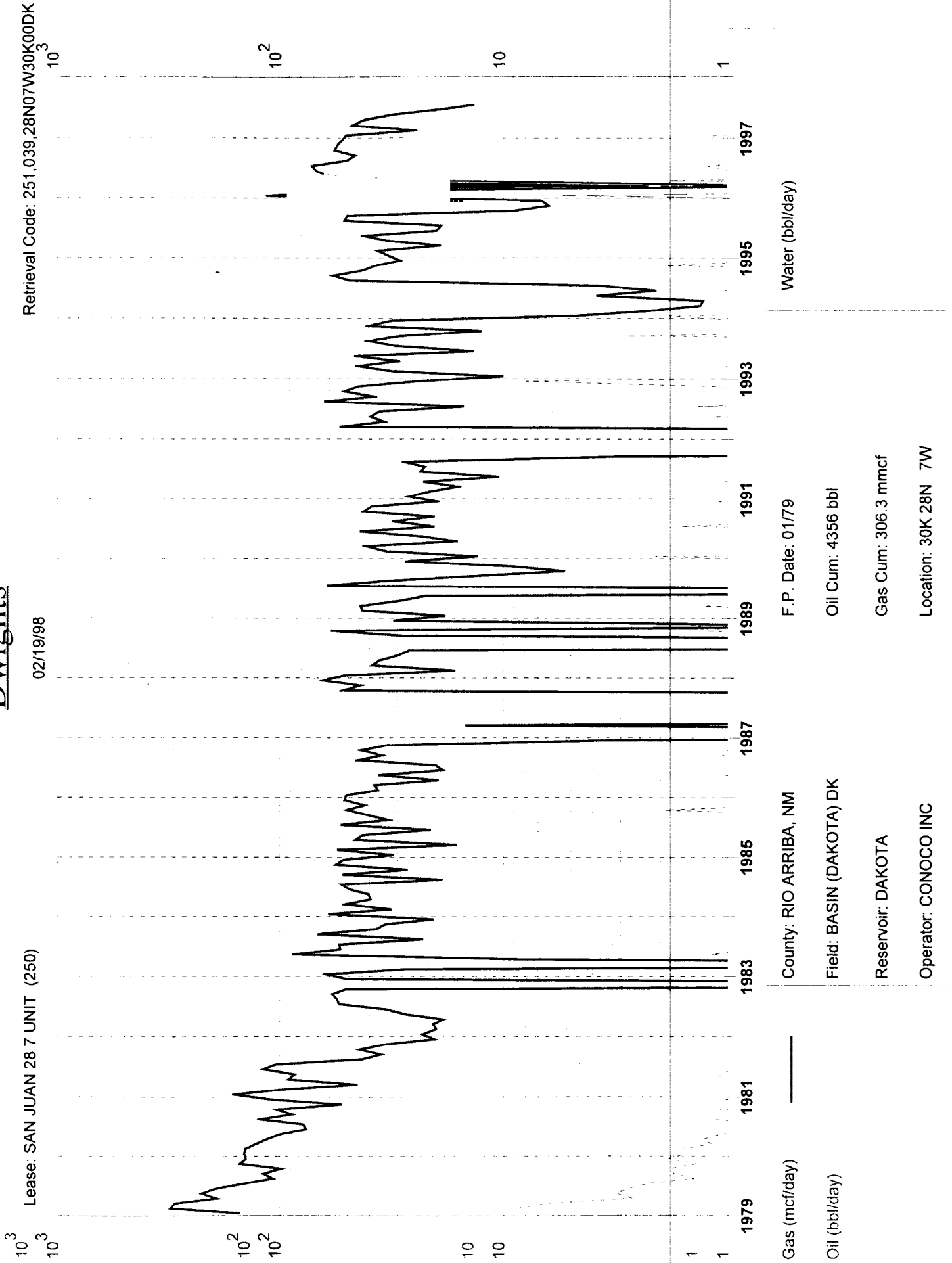
Sincerely,

Kay Maddox

Kay Maddox
Regulatory Agent

cc: Oil Conservation Division - Aztec
William J LeMay, Director - OCD, Santa Fe

Dwights



District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
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 21, 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 30-039-21637		2 Pool Code 72319		3 Pool Name Blanco Mesaverde	
4 Property Code 016608		5 Property Name San Juan 28-7 Unit			6 Well Number 250
7 OGRID No. 005073		8 Operator Name Conoco Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500			9 Elevation 6168' GL

10 Surface Location

UL or Idn	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	30	28N	7W		2500	South	1465	West	Rio Arriba

11 Bottom Hole Location If Different From Surface

UL or Idn	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres 305		13 Joint or Infill		14 Consolidation Code		15 Order No.			

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

6					
1465'		2500'			

17 OPERATOR CERTIFICATION

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

Kay Maddox
Signature
Kay Maddox

Printed Name
Regulatory Agent

Title
January 6, 1998

Date

18 SURVEYOR CERTIFICATION

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.

Date of Survey
Signature and Seal of Professional Surveyor:

Certificate Number

NEW MEXICO OIL CONSERVATION COM SION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

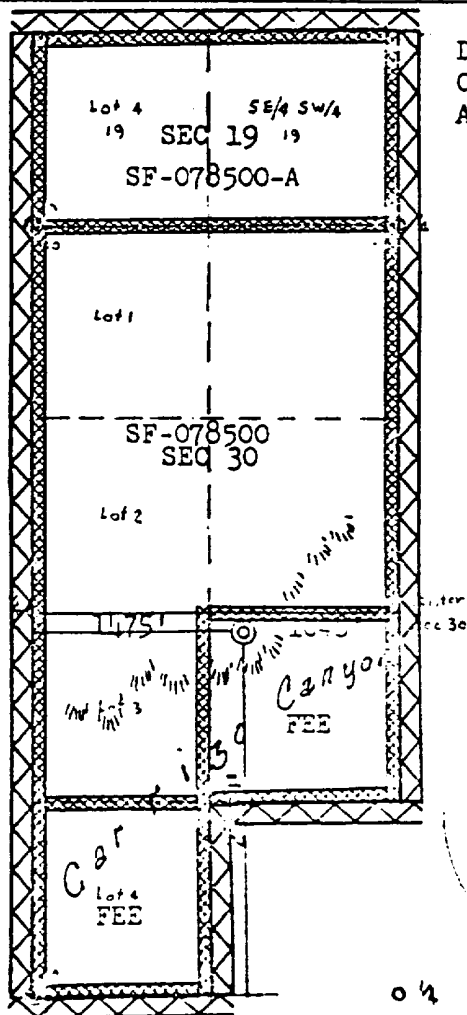
Operator El Paso Natural Gas Company			Lease San Juan 23-7 Unit (FEE)		Well No. 250
Unit Letter K	Section 30	Township 28N	Range 7W	County Rio Arriba	
Actual Footage Location of Well: 2500 feet from the South line and 1475 feet from the West line					
Ground Level Elev: 6168	Producing Formation Dakota		Pool Basin Dakota	Dedicated Acreage: 342.17 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?

☒ Yes ☐ No If answer is "yes," type of consolidation Communitization

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 Commission.



DEDICATION PER N.M.O.C.C.
ORDER #R-2948
August 6, 1965

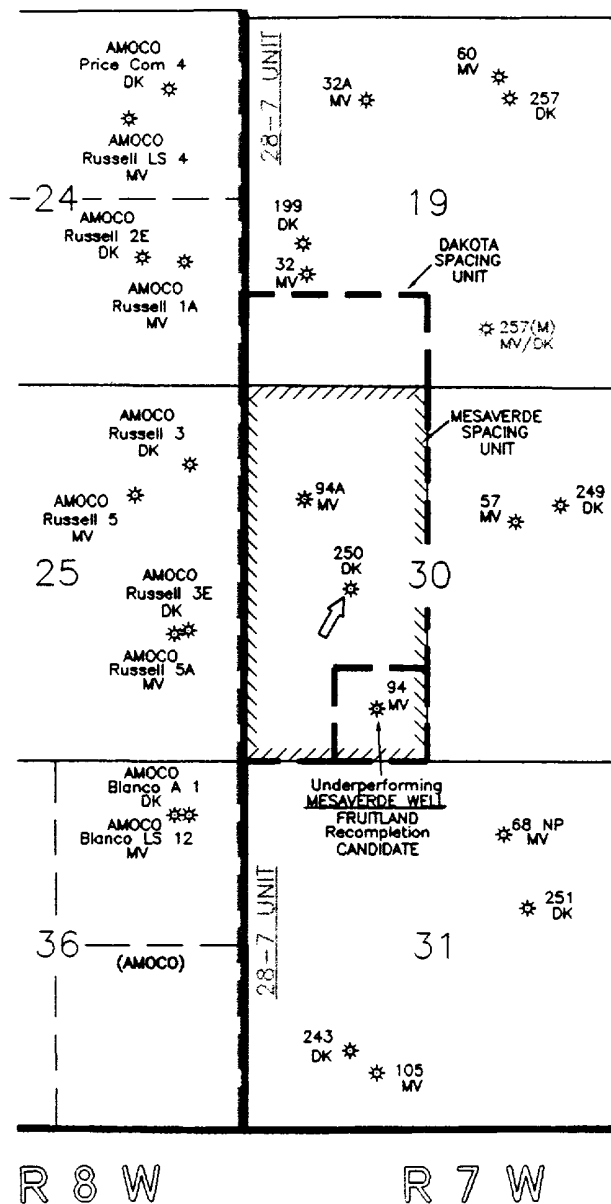
CERTIFICATION

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

D. B. Biscoe
Name
Drilling Clerk
Position
El Paso Natural Gas Co.
Company
January 31, 1978
Date

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 knowledge and belief.

Date Surveyed
November 27, 1977
Registered Professional Engineer
and Land Surveyor
Fred B. Kerr Jr.
Certificate No.
3950



SAN JUAN 28-7 UNIT **RIO ARriba CO., N.M.**

NOTES		<div> <div>conoco</div> <div>EPNGNA MIDLAND DIVISION</div> </div>		
NOTE: LOCATION IS NON-STANDARD TOWARDS AN INTERIOR UNIT LINE. CONOCO OPERATES ALL WELLS IN SJ 28-7 UNIT.	DATE: 02/21/98	<div> <div>CONOCO 28-7 UNIT</div> <div>MESAVERDE & DAKOTA PRODUCERS</div> <div>San Juan 28-7 Unit #250</div> <div>Non-Standard Location</div> </div>		
	DRAWN BY: GLG			
	CHECKED BY:			
	APPROVED BY:			
	SCALE: 1" = 2640'	<div> <div>STATE</div> <div>30</div> </div> <div> <div>API COUNTY</div> <div>039</div> </div> <div> <div>WELL</div> <div>21637</div> </div>	<div>DRAWING</div> <div>28-7_250</div>	
	STATE PLANE COORDINATES REFERRED TO NAD27 - N.M. WEST STATE PLANE COORDINATES ZONE - 3003		CONOCO INC. OFFICE 10 DESTA DRIVE WEST MIDLAND, TEXAS 79705	



Mid-Continent Region
Exploration/Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

Application for Non-standard Location Order
San Juan 28-7 Unit Well # 250 API # 30-039-21637
Section 30, T-28-N, R-7-W, Rio Ariba County, NM

Offset Operator:

Amoco
PO Box 800
Denver, Colorado 80201

P 497 374 167

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for international Mail (See reverse)

Sent to	
Amoco	
Street & Number	
PO Box 800	
Post Office, State, & ZIP Code	
Denver, Colo 80201	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

PS Form 3800 April 1995