



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2000 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

March 30, 1999

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

RECEIVED
APR - 5 1999

OIL CON. DIV. *Administrative Order NSL-3698-A*
DIST. 3

Dear Ms. Maddox:

Reference is made to your application dated March 26, 1999 for an exception to the well location requirements provided within the "Special Rules and Regulations for the Basin-Dakota Pool," as promulgated by New Mexico Oil Conservation Division ("Division") Order No. R-10987, for a non-standard gas well location in an existing standard 320-acre stand-up gas spacing and proration unit comprising the E/2 of Section 15, Township 28 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. This unit is currently dedicated to Conoco, Inc.'s: (i) San Juan "28-7" Unit Well No. 234 (API No. 30-039-21063), the initial well on this unit, located at an unorthodox gas well location (approved by Division Administrative Order NSL-3698, dated August 27, 1996) 2150 feet from the South line and 1840 feet from the East line (Unit J) of Section 15; and, (ii) San Juan "28-7" Unit Well No. 234-E (API No. 30-039-22396), located at a standard infill gas well location 1040 feet from the North line and 1540 feet from the East line (Unit B) of Section 15.

The application has been duly filed under the provisions of Division Rules 104.F and 605.B.

By the authority granted me under the provisions of Division Rule 104.F(2), the following described well to be drilled at an unorthodox gas well location in Section 17 is hereby approved:

San Juan "28-7" Unit Well No. 234-M
805' FSL & 160' FEL (Unit P) - 15-28N-7W

Further, Conoco, Inc. is authorized to dedicate Basin-Dakota gas production on the subject unit from the proposed San Juan "28-7" Unit Well No. 234-M with the two existing San Juan "28-7" Unit Well Nos. 234 and 234-E. These three wells and the existing 320-acre unit will be subject to all existing rules, regulations, policies, and procedures applicable to prorated gas pools in Northwest, New Mexico.

Sincerely,


Lori Wrotenberg
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Aztec /
U. S. Bureau of Land Management – Farmington
File: Case No. 12122
NSL-3698

Mid-Continent Region
Exploration/Production

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

March 26, 1999

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

RE: Application for Non-standard Location
Basin Dakota Pool
San Juan 28-7 Unit # 234M
805' FSL & 160' FEL
Section 15, T-28-N, R-7-W, P
Rio Arriba, NM

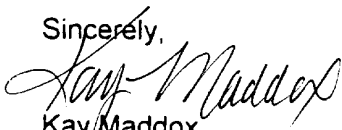
RECEIVED
MAR 2 0 1999
OIL & GAS DIV.
BUREAU

Dear Mr. Stogner,

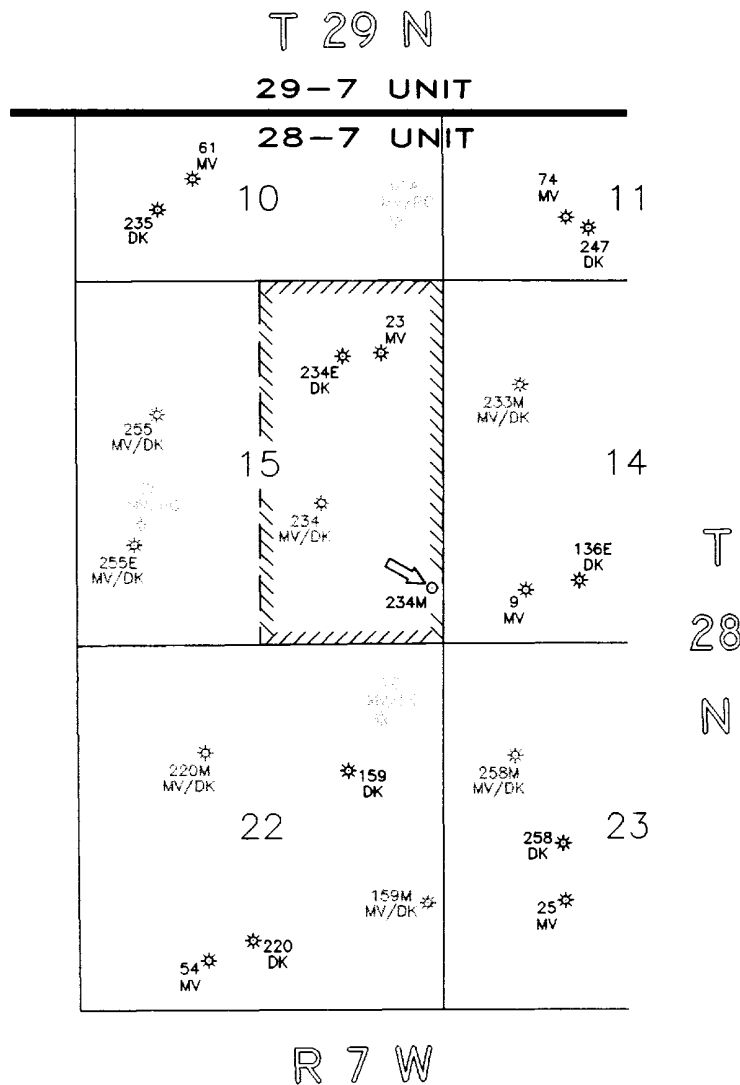
Conoco Inc plans to drill the above referenced well in 1999. The Basin Dakota pool rules state that this well must be 790' from the section lines. This well is staked 805' FSL and 160' FEL. This location places the well only 160' from the east section line thereby requiring this application for a non-standard location order. The referenced location is an open, 160 acre Dakota infill site authorized for drilling by Order # R 11139. Initially a standard location was staked however this location proved inaccessible due to topographic problems. The new location has been field checked and approved by the BLM and will not compromise the validity of information that proposed the drilling of this 80 acre Dakota pilot infill well. Please note that the location is interior to the 28-7 unit, and does not encroach on any unit boundaries. Conoco is the sole operator of the 28-7 unit therefore they are the only offset operator. An application to downhole commingle (C107A) the Blanco Mesaverde and Basin Dakota was submitted February 20, 1999 referencing the previous standard location. Upon approval of this non-standard location request we will notify the appropriate parties as to the amended location.

Conoco, respectfully requests that a non-standard location for the Basin Dakota Pool be issued for the referenced well for the reasons cited above. If there are any questions concerning this application, please feel free to call me at (915) 686-5798.

Sincerely,


Kay Maddox
Regulatory Agent

Cc: OCD- Aztec



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

NOTES		EPNGNA MIDLAND DIVISION			
CONOCO OPERATES ALL WELLS IN THE 28-7 UNIT. NSL IS INTERIOR TO THE 28-7 UNIT. 80 ACRE DAKOTA PILOT, APPROVED AT 1020' FSL & 895' FEL PER ORDER NO. R-11139 (CASE 12122). SURFACE / ACCESS PROBLEMS NECESSITATE A MOVE TO 805' FSL & 160' FEL. BASIN DAKOTA NSL REQUESTED. LOCATION IS STANDARD FOR 80 ACRE BLANCO MESAVERDE PER ORDER NO. R-10987-A (CASE 12069).	DATE: 03/15/99	CONOCO 28-7 UNIT MESAVERDE & DAKOTA PRODUCERS San Juan 28-7 Unit #234M Basin Dakota Pool Non-Standard Location			
	DRAWN BY: GLG				
	CHECKED BY:				
	APPROVED BY:	STATE API COUNTY WELL			DRAWING
	SCALE: 1" = 2640'	30 \ 039 \ -			28-7_252
	STATE PLANE COORDINATES REFERRED TO NAD27 - N.M. WEST STATE PLANE COORDINATES ZONE - 3003		CONOCO INC. OFFICE 10 DESTA DRIVE WEST MIDLAND, TEXAS 79705		

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-N/A		2 Pool Code 72319 / 71599		3 Pool Name Blanco Mesaverde / Basin Dakota	
4 Property Code 016608		5 Property Name San Juan 28-7 Unit			6 Well Number #234M
7 OGRID No. 005073		8 Operator Name Conoco Inc., 10 Desta Drive, Ste. 100W, Midland, TX 79705-4500			9 Elevation

10 Surface Location


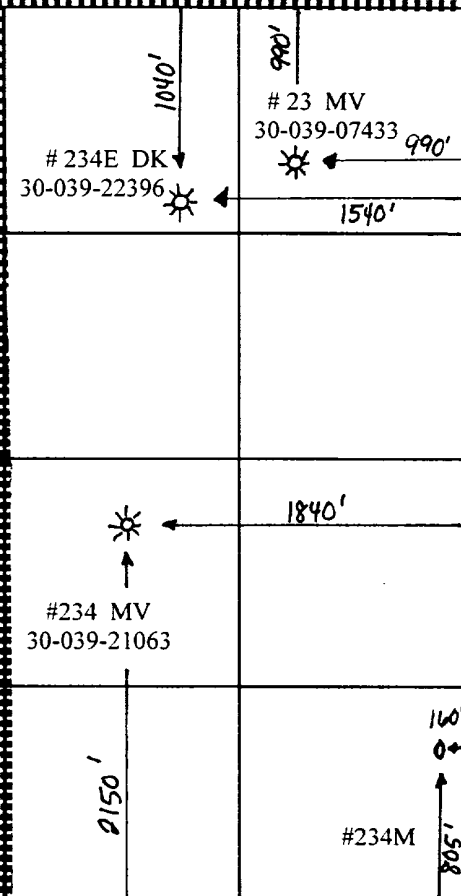
UL or lot no. P	Section 15	Township 28N	Range 7W	Lot Idn	Feet from the 805'	North/South line South	Feet from the 160'	East/West line East	County Rio Arriba
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11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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12 Dedicated Acres 320	13 Joint or Infill	14 Consolidation Code	15 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

16		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief  Signature Kay Maddox Printed Name Regulatory Agent Title March 25, 1999 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			

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MAR 23 1999
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DIST. 3

