



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

May 4, 1987

T. L. Perryman
Chevron U.S.A., Inc.
P.O. Box AA
Evanston, WY 82930

Re: Simultaneous dedication for Fullerton Fed. #'s 5 & 2

Dear Mr. Perryman:

The simultaneous dedication you requested is approved in this office by our acceptance of your form C-102 which should accompany your application to plug back.

If you are not aware already, the location of the #5 is not standard for the Pictured Cliffs formation and will require administrative approval.

At the time you file for approval to plug back the #5, please change the well number to #2J to indicate that it is a Pictured Cliffs infill well.

Sincerely,

Frank T. Chavez
District Supervisor

FTC/dj

xc: ~~Welly Files~~
Operator File



Chevron U.S.A. Inc.

Overthrust Area Office, P. O. Drawer AA, Evanston, WY 82930

T. L. Perryman

Area Operations Superintendent

April 14, 1987

Request for Simultaneous Dedication
Fullerton Federal #5
600' FNL and 1980' FEL
Fullerton Federal #2
1650' FNL and 1650' FEL
Section 15, T27N, R11W
San Juan County, New Mexico

State of New Mexico
Oil Conservation Division
Aztec Division
1000 Rio Brazos Road
Aztec, NM 87410

Attention: F. T. Chavez

Dear Mr. Chavez:

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DIST. 3

Chevron U.S.A. Inc. requests Oil Conservation Division approval to recomplate the Fullerton Federal #5 in the West Kutz Pictured Cliffs Formation. As the Fullerton Federal #2 is currently producing from this formation, the recompletion would place two Pictured Cliffs producers in the same 160 acre quarter section. Authority for this action is allowed by Rule 104 F.I.

The Fullerton Federal #5 is currently a temporarily abandoned Basin-Dakota Fm. producer. This well was temporarily abandoned on May 2, 1984. In August 1986, the Bureau of Land Management, Farmington Resource Area, granted this well its final temporary abandonment extension which will expire on August 28, 1987. Cumulative production from the Dakota has been 1.25 BCF of gas and 9,200 BO since the initial completion in February 1959.

The remaining potential from the deeper horizon is considered minimal due to mechanical problems in the hole, as well as possible formation damage to the water sensitive, low permeability sand-shale sequence in the Basin-Dakota, which has historically exhibited unrepairable zonal damage following extended exposure to formation water. For this reason, Chevron proposes the instant recompletion.

Note that the existing Pictured Cliffs producer, the Fullerton Federal #2, was open-hole completed in April 1952, and is presently producing approximately 40-60 MCFD. In addition, the working and royalty interest in both wells would be identical if the proposed recompletion is allowed.

State of New Mexico

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April 14, 1987

If you have questions regarding the above, please contact the Area Operations Superintendent at the letterhead address. A prompt response to our request would be appreciated.

Very truly yours,

CHEVRON U.S.A. INC.

By


T. L. Perryman

Area Operations Superintendent

MJM/OFB:gp

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