OIL CONSERVATION COMMISSION And the DISTRICT

BOX 2088	DATE
SANTA FE, NEW MEXICO	RE: Proposed MC
	Proposed DHC
	Proposed NSL
	Proposed SWD
· And Capleina	Proposed PMX
Gentlemen:	
I have examined the application dated	9-20-76
for the Encross Resemble Sun Alease and	0100 0 714.11
for the Margu Reserves Brue Augustin	Wall No Unit S-T-R
Opprator Thease and	, NELL NOV
and my recommendations are as follows:	
# 105 810/s 600/E 12-	28N.13W
# 122 605/N 535/W 18°	28N-12W
# 105 810/s 600/E 12- # 122 605/N, 535/W 18' # 131 660/N 780/W 17-	28N-12W
# 251 660/N 2260/w 24	- Z8N-1ZW
amous	
	Yours very truly,
	an Kendrick

Energy Reserves Group, Inc. P.O. Box 3280 Casper, Wyoming 82601 Phone 307 265 7331



September 20, 1976

New Mexico Oil Conservation Commission Box 2088 Sante Fe, New Mexico 87501 Attn: Mr. Joe D. Ramey State Petroleum Engineer

Gentlemen:

Attached are U.S.G.S. Sundry Notices to re-enter the following five (5) Gallegos Canyon Unit wells, Nos. 87, 105, 122, 131, and 251. All five (5) wells were initially drilled and completed in the Gallup formation as oil wells and were subsequently plugged with all the casing left in the well.

It is proposed to re-enter these five (5) wells and re-complete them in the Pictured Cliffs formation as gas wells. Well No. 87 is the only well which conforms to the correct spacing for a 160 acre gas well. Since the other four (4) wells were originally drilled on the correct spacing for oil wells, your approval of the re-entry and re-completion of these wells as Pictured Cliffs gas wells is solicited under Rule No. 104-F of the New Mexico Rules and Regulations.

Three of the four wells not on gas well spacing (105, 122 and 131) are completely contained within the Gallegos Canyon Unit - Pictured Cliffs. The operator offsetting the fourth well -#251- is being notified as per the attached letter.

Very truly yours,

Wean B. Barnes
Dean B. Barnes

District Production Engineer Rocky Mountain District

DBB:kp

cc: Mr. A. R. Kendrick, Supervisor 1000 Rio Brazos Road Aztec, New Mexico 87410

> U.S.G.S. Farmington, New Mexico

DEPARTM	INITED STATES IENT OF THE INTER EOLOGICAL SURVEY	SUBMIT IN TRIPLICATE® (Other instructions on reverse side)	Form approved. Budget Bureau No. 42-R1- 5. LEASE DESIGNATION AND SERIAL N SF-078807-A	
	CES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NA	ME
		7. UNIT AGREEMENT NAME		
OIL GAS X OTHER	Re-enter		Gallegos Canyon Unit	<u>-P</u> C
2. NAME OF OPERATOR			S. FAEN OR LEASE NAME	
Energy Reserves Grou	ip, Inc.		9. WELL NO.	_
8. ADDRESS OF OPERATOR	17		105	
P. O. Box 3280, Casp 1. LOCATION OF WELL (Report location cle	early and in accordance with any	State requirements.*	10. FIELD AND POOL, OR WILDCAT	—
See also space 17 below.) At surface	' FEL (NE SE SE)		Kutz West Pictured C 11. sec., T., R., M., OR BLK. AND SURVEY OR AREA	<u>li</u> ff
			Sec. 12-T28N-R13W	
14. PERMIT NO.	15. BLEVATIONS (Show whether D	F, RT, GR, etc.)	12. COUNTY OR PARISH 13. STATE	_
	5678' GRD		San Juan New Mex	<u>:ic</u> o
16. Check Apr		Nature of Notice, Report, or Ot	her Data	
HOTICE OF INTENT			NT REPORT OF:	
			REPAIRING WELL	
1231 "212" 5201 51	ULL OR ALTER CASING	WATER SHUT-OFF FRACTURE TREATMENT	ALTERING CASING	
	ULTIPLE COMPLETE BANDON®	SHOOTING OR ACIDIZING	ABANDONMENT*	
J	HANGE PLANS	(Other)		
(Other) Re-enter P & A	Well X	(Note: Report results of Completion or Recomple	of multiple completion on Well tion Report and Log form.)	
A DV cementing tool across the Pictured leaving all the cas: It is proposed to repluge to 1600'+. A	was set at 1761' and Cliffs interval. 'ing in the hole. e-enter this well and drillable bridge p	the Gallup formation and 150 sacks of cement. The well was plugged in and drill out any necessing will be set at 1570 tested and if commercial	were circulated n August, 1966, sary cement O'+ and the	