



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



July 28, 1992

BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

BHP Petroleum (Americas) Inc.
5847 San Felipe - Suite 3600
Houston, Texas 77057

Attention: Carl Kolbe

Dear Mr. Kolbe:

RECEIVED

AUG 12 1992

OIL CON. DIV.)
DIST. 3

Administrative Order NSL-3140

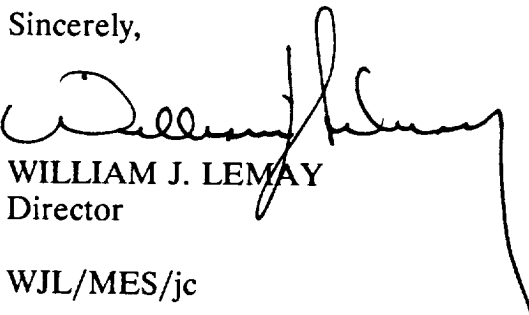
POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Reference is made to your application dated June 10, 1992 for a non-standard Basin-Fruitland coal gas well location for your existing Gallegos Canyon Unit Well No. 66 which was drilled in 1954 and completed in the West Kutz - Pictured Cliffs Pool at a standard gas well location (pursuant to the Special Pool Rules applicable at the time under Division Order No. R-566) 1970 feet from the North line and 1860 feet from the East line (Unit G) of Section 35, Township 29 North, Range 13 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Pictured Cliffs zone will be properly plugged back and said well will be recompleted to the Basin-Fruitland Coal Gas Pool, which pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, is unorthodox. Further, the E/2 of said Section 35 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,


WILLIAM J. LEMAY
Director

WJL/MES/jc

cc: Oil Conservation Division - Aztec ✓
U.S. BLM - Farmington



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

ARREY CARRUTHERS
GOVERNOR

1100 RIO UTAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6170

Date: 8-5-92

Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Attn: Mike Stogner

Re: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated 7-20-92
for the GHP Petroleum Inc. GCU # 66
Operator Lease & Well No.

G-35-290-131 and my recommendations are as follows:
Unit, S-T-R

Approved

Yours truly,

Ernest V. Knecht

5847 San Felipe Suite 3600
Houston, Texas 77057
Telephone: (713) 780-5000
Fax (713) 780-5273
Telex 9108813603

OIL CONSERVATION DIVISION
RECEIVED

'92 JUN 15 AM 8 56

June 10, 1992



State of New Mexico
Oil Conservation Division
P. O. Box 2088
Sante Fe, New Mexico 87504-2088

RE: **Non Standard Location
Administrative Approval Request
Gallegos Canyon Unit 66
SW/NE Section 35-T29N-R13W
San Juan County, New Mexico**

RECEIVED
JUN 16 1992
OIL CON. DIV./
DIST. 3

Gentlemen:

BHP Petroleum (Americas), Inc. respectfully requests that a non-standard location be approved to allow the GCU #66 to be recompleted in the Basin Fruitland Coal formation. The well is located 1970' FNL & 1860' FEL in the SW/NE quarter of Section 35-T29N-R13W in San Juan County, New Mexico.

The non-standard location is being requested in order to utilize an existing wellbore for Fruitland Coal development. No additional surface damage is expected.

BHP has notified the operator of any offsetting proration units.

Should you have further questions, please do not hesitate to call me at (713) 780-5000.

Sincerely yours,

A handwritten signature in cursive script that reads "C. Carl Kolbe".

C. Carl Kolbe
Regulatory Affairs Coordinator

CCK/ja
Enclosures

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

310 Old Santa Fe Trail, Room 206
Santa Fe, New Mexico 87503

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

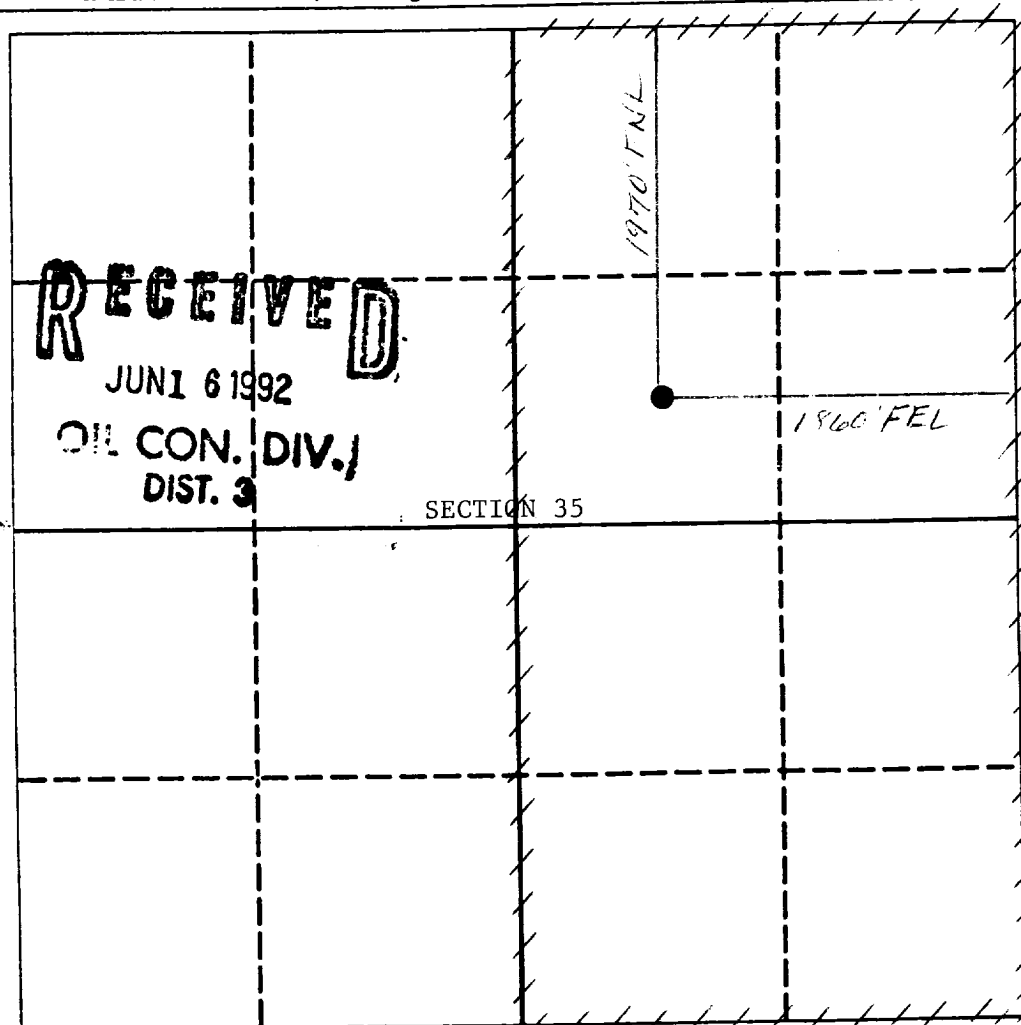
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87415

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator BHP Petroleum (Americas), Inc.			Lease Gallegos Canyon Unit		Well No. 66
Unit Letter G	Section 35	Township 29N	Range 13W	County NMPM San Juan	
Actual Footage Location of Well: 1970 feet from the FNL line and 1860 feet from the East line					
Ground level Elev. 66 9574.9' DF		Producing Formation Fruitland Coal		Pool Basin Fruitland Coal	
				Dedicated Acreage: 320 Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 interest of all owners been consolidated by communitization, unitization, force-pooling, etc.?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
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 interest, has been approved by the Division.



OPERATOR CERTIFICATION

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

Signature
Carl Kolbe
Printed Name
Carl Kolbe
Position
Reg. Affairs Coordinator
Company
BHP Petroleum (Americas),
Date
6/10/92

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 knowledge and belief.

Date Surveyed

Signature & Seal of
Professional Surveyor

Original on file

Certificate No.