



P.O. Box 2810  
Farmington, New Mexico  
87499

505  
326-3325

MINERALS DIVISION
ADM <u>187</u>
1 & 2 SPEC _____
COILS _____
FLUIDS D & P <u>27</u>
RES. EXMT. _____
FLUIDS I & E _____
EPS _____
ALL SUPV. _____
FILES _____

October 11, 1995

Bureau of Land Management  
1235 La Plata Highway  
Farmington, NM 87401  
Attn: Mr. Ken Townsend  
Chief, Branch of Drilling and Production

Re: Northeast Hogback Unit Well No. 29  
Northeast Hogback Unit Well No. 31

*F-11-30N-16W*  
*F-10-30N-16W*

RECEIVED  
BLM MAIL ROOM  
95 OCT 12 AM 11:16  
070 FARMINGTON, NM

Dear Mr. Townsend:

In response to your letter dated September 14, 1995, Giant Exploration & Production Company plans to return the subject wells to injection (for waterflood) as stated in previous correspondence. We are waiting to reinstate waterflood operations until infill drilling has been completed. We are currently awaiting the approval of Applications for Permit to Drill (APD) for seven wells in the field. The first two APDs were submitted to the BLM on April 20, 1995 and still have not been approved. As shown in the attached Sundry Notices, we successfully completed Mechanical Integrity Tests on these two wells on April 12, 1995. Giant Exploration & Production Company is requesting additional time to complete the infill drilling before any action is required on these wells.

If you have any questions regarding this matter, please me at 326-3325.

Sincerely,

Gregory E. McIntosh P.E.  
Area Engineer

THIS APPROVAL EXPIRES \_\_\_\_\_

GEM/ncs

APPROVED

OCT 19 1995

DISTRICT MANAGER

ALMOCN