

32

GIANT
EXPLORATION &
PRODUCTION COMPANY

P.O. Box 2810
Farmington, New Mexico
87499

505
326-3325

RECEIVED
OCT 2 1995

OIL CON. DIV.
DIST. 3

October 11, 1995

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

MINERALS DIVISION	
ADM	18
IN. & SPEC	
COMES	
PLUMS D & P	27
RES. COMIT.	
PLUMS T & E	
EPS	
ALL SUPV.	
FILES	

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

F-11-30N-16W
K-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

MAY 01 1998

THIS APPROVAL EXPIRES

GEM/ncs

APPROVED

OCT 19 1995

DISTRICT MANAGER

Nmced