

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 87410

# OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-045-25709
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-178-1
7. Lease Name or Unit Agreement Name Northeast Blanco Unit
8. Well No. 218
9. Pool name or Wildcat Basin Fruitland Coal
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6638 G.L.

## SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER
2. Name of Operator Blackwood & Nichols Co., Ltd.
3. Address of Operator P. O. Box 1237, Durango, Colorado 81302
4. Well Location Unit Letter <u>D</u> : <u>990</u> Feet From The <u>South</u> Line and <u>990</u> Feet From The <u>West</u> Line Section <u>16</u> Township <u>31N</u> Range <u>7W</u> NMPM San Juan County
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6638 G.L.

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: CONVERT TO PRESSURE OBSERVATION WELL <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

The W 1/2 of Section 16, T31N, R7W makes up the No. 218 well's 320 acre proration unit. Blackwood & Nichols proposes to drill the NEBU No. 504 well at 790' FSL, 790' FWL, Section 16, T31N, R7W and then convert the No. 218 well into a pressure observation well which would not produce. Hence the W 1/2 of Section 16 would become the proration unit for the No. 504 well.

The No. 218 well will continue to produce until the time the No. 504 well is first delivered.

RECEIVED  
SEP 25 1990

OIL CON. DIV.

DIST. 3

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

SIGNATURE R. W. Williams TITLE Administrative Manager DATE 9/21/90

TYPE OR PRINT NAME R. W. Williams TELEPHONE NO. 503-247-0733

(This space for State Use)

Original Signed by FRANK T. CHAVEZ

SUPERVISOR DISTRICT #3

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE SEP 24 1990

CONDITIONS OF APPROVAL, IF ANY: