

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

October 7, 1996

Amoco Production Company Southern Rookies Business Unit P.O. Box 800 Denver, Colorado 80201 Attention: Pamela W. Staley DECEIVED

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OIL GOIN. DIV.

Administrative Order NSL-3714

Dear Ms. Staley:

Reference is made to your application dated August 9, 1996 for a non-standard gas well location to test the Ute Dome-Dakota Pool for your proposed Ute Indians "A" Well No. 25 to be drilled 930 feet from the South line and 260 feet from the West line (Unit M) of Section 2, Township 31 North, Range 14 West, NMPM, San Juan County, New Mexico. The SW/4 of said Section 2 shall be dedicated to the well forming a standard 160-acre gas spacing and proration unit for said pool.

The application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division"), revised by Division Order No. R-10533, issued by the Oil Conservation Commission in Case 11,351 on January 18, 1996.

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox gas well location is hereby approved.

Sincerely,

William J. J

Director

WJL/MES/kv

cc: Oil Conservation Division - Aztec

U. S. Bureau of Land Management - Durango, Colorado



August 9, 1996

Mr. William J. LeMay, Director New Mexico Oil Conservation Division 2040 S. Pacheco Street P.O. Box 6429 Santa Fe, NM 87505

Application For Unorthodox Location Ute Indians Well A#25 930' FSL, 260' FWL, Unit M Section 2-T31N-R14W Ute Dome Dakota Pool San Juan County, New Mexico







Amoco Production Company hereby requests administrative approval for an unorthodox well location for the Ute Indians Well A#25 well to be drilled in the Ute Dome Dakota Pool. The spacing unit for this well is the southwest quarter of Section 2. This well is to be drilled at an unorthodox location for the Dakota as it is closer to the west line than the required 790 foot setback. The unorthodox location is being sought for geologic reasons. Attachment 1 is a topographic map showing the proposed location and the topography at that location. Attachment 2 is a seismic map showing the Dakota structure. Geolgically, a move further to the east would risk crossing the fault into a structurally lower position thus increasing the risk of producing water in the Basal Dakota sand. The optimal location would be to stay high on the structure in the yellow area positioned equally between the fault shown in blue to the north and the smaller brown fault to the south.

Amoco is the operator of all the offsetting quarter sections so no notice is required. A copy of this application will be submitted to the BLM and the Ute Mountain Ute Tribe. Attached is a plat of the subject spacing unit, a topographic map of the surface conditions and a 3-D seismic map showing the geologically preferred location. Should you have questions, do not hesitate to call me at (303) 830-5344.

Pamela W. Staley

Attachments

cc: Frank Chavez, Supervisor

NMOCD District III 1000 Rio Brazos Road Aztec, NM 87410 Mark Yamasaki, Amoco Patty Haefele, Amoco Mr. Jim Lovato Minerals Staff Chief 701 Camino Del Rio Durango, Colorado 81301

Mr. Craig Canfield, Director Tribal Energy and Tax Administration Ute Mountain Ute Tribe P.O. Box 42 Towaoc, CO 81334

APPLICATION FOR APPROVAL OF UNORTHODOX LOCATION UNDER RULE 104-F

Ute Indians Well A#25 930' FSL, 260' FWL, Unit M Section 2-T31N-R14W Ute Dome Dakota Pool San Juan County, New Mexico

ATTACHMENTS:

- TOPOGRAPHIC MAP SHOWING LOCATION OF ALL OFFSET WELLS
- FORM C-102 FOR DAKOTA FORMATION
- SEISMIC MAP SHOWING DAKOTA STRUCTURE AND FAULTING OF UTE DOME
- OFFSET OPERATORS PLAT

Diariet I PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rle Bruzos Rd., Actee, NM 87410 District IV

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-102 Revised February 21, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 1 Copies

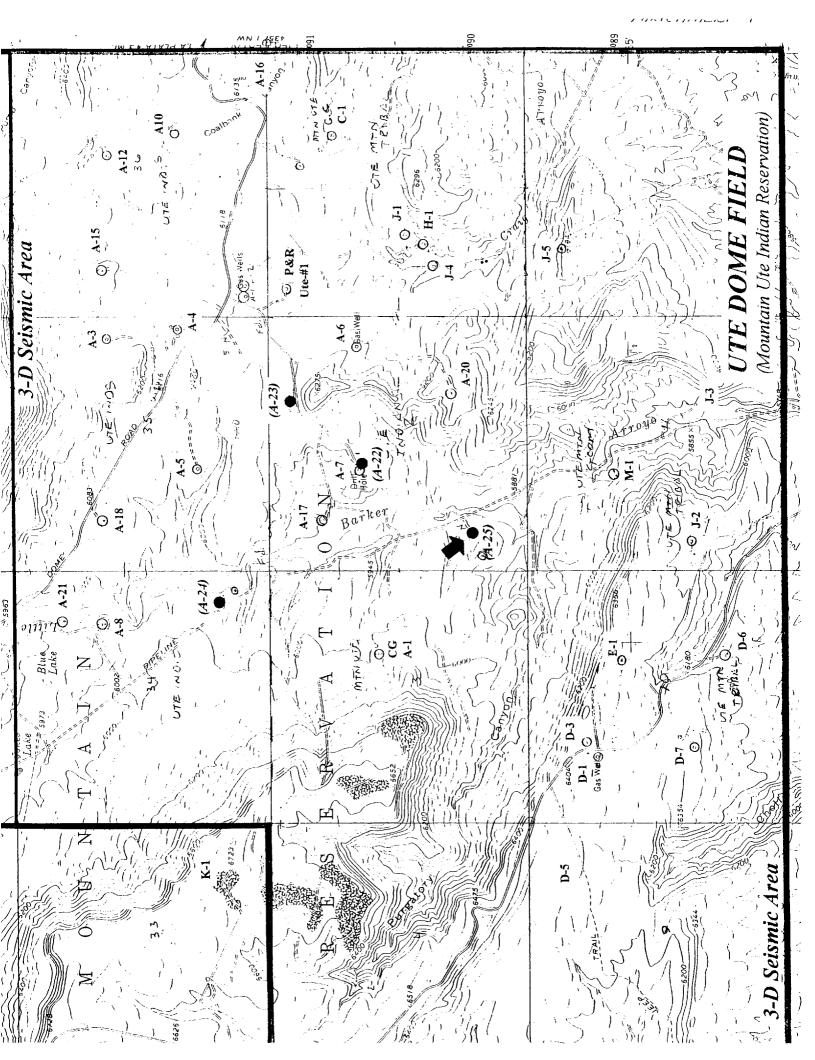
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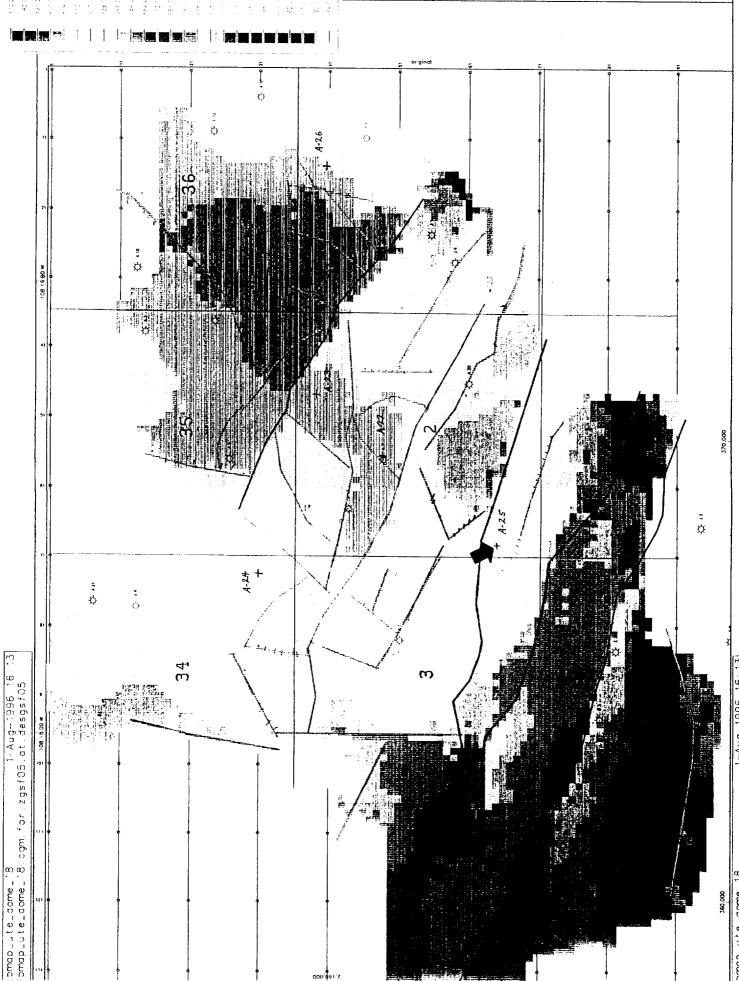
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BIM RECORD

1370

7016





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TABULATION OF DEVIATION TESTS

* * AMOCO PRODUCTION COMPANY * *

DEPTH	DEVIATION	DEPTH DEVIATION

110	<u>.75</u>	
430	<u>.75</u>	
641	1.5	
735	3.00	
1016	3.5	
1109	2.75	NOV 2 2 1596
1204	2.25	
<u>1515</u>	2.75	- DAY
2105	3.25	

AFFIDAVIT

THIS IS TO CERTIFY that to the best of my knowledge, the above tabulation details the deviation tests taken on AMOCO PRODUCTION COMPANY'S:

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m.	Section 2	Township	<u>31N</u>	Range	14W	
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				Signed	Mary Upsteke	
				Title	STAFF ASSISTANT	
THE STATE OF C	OLORADO)				
COUNTY OF DEN	VER) SS.)				
BEFORE ME, the appeared Nancy	I. Whitaker	kr	nown t	o me to	be	
person whose nar	me is subscri	bed to the a	bove s	stateme		
by me dully swori facts stated herei				-		
SUBSCRIBED AND						
said County and S	fichule	9th day of	Noven	ber	, 19 -96	
Notary Public					************	
My Commission E	xpires: 🔐	quest 12,	1959	2	PATRICIA J. ARCHULETA NOTARY PUBLIC	3

STATE OF COLORADO