Sent: Tue 8/29/2006 9:41 AM

Attachments can contain viruses that may harm your computer. Attachments may not display correctly.

Stogner, Michael, EMNRD

From:

Stogner, Michael, EMNRD

To:

Hayden, Steven, EMNRD

Cc:

hlavacl@bp.com

Subject:

NSP-1894 (NSL)

Attachments: NSP1894cor.doc(34KB)

Steve,

Per your voice mail message to me yesterday morning, attached is an amended administrative order to clearify your concerns that the unorthodox location of BP's Riddle "C" LS #5 well is/was indeed covered by this order.

August 29, 2006

BP America Production Company P. O. Box 3092 Houston, Texas 77253-3092

Attention:

Cherry Hlava

hlavacl@bp.com

AMENDED Division Administrative Order NSP-1894 (NSL)

Dear Ms. Hlava:

Due to inadvertence Division Administrative Order NSP-1894 (NSL) issued on Division administrative application reference No. pMES0-529359477 and dated November 17, 2005 apparently does not clearly state the intended order of the Division.

The first paragraph on page one of said Division Administrative Order NSP-1894 (NSL), be and the same, is hereby amended/corrected to read in its entirety as follows:

> "Reference is made to the following: (i) your initial application (administrative application reference No. pMESO-529359477) of September 12, 2005 for an unorthodox Basin-Fruitland coal gas well location for BP America Production Company's ("BP") proposed Riddle "C" LS Well No. 5 (API No. 30-045-33336) to be drilled at an unorthodox coal gas well location 2110 feet from the South line and 925 feet from the West line (Lot 14/Unit K) of Irregular Section 30, Township 31 North, Range 9 West, NMPM, Basin-Fruitland Coal (Gas) Pool (71629), San Juan County, New Mexico; (ii) the New Mexico Oil Conservation Division's ("Division") response by letter from Mr. Michael E. Stogner, Engineer in Santa Fe, on October 20, 2005 denying this application; (iii) your e-mail correspondence with Mr. Stogner on October 25, 2005 concerning this application; (iv) your re-submittal of this application on October 27, 2005 to include a provision to establish a non-standard 299.10-acre coal gas spacing unit consisting of the following acreage; and (v) the Division's records in Aztec and Santa Fe, including the files in Division Cases No. 236 and 10072:

SAN JUAN COUNTY, NEW MEXICO **TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM** Irregular Section 30: Lots 14 through 16 (SW/4 equivalent)

Irregular Section 31: Lots 7 through 10 and 15 through 18 (W/2 equivalent)".

The clarification/amendment set forth in this order, which is hereby entered into the Division's administrative database as administrative application reference No. pMES0-624131768, shall be entered retroactively as of November 17, 2005; all other provisions of Division Administrative Order NSP-1894 (NSL) shall remain in full force and effect until further notice.

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Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P. E. Director

MEF/ms

cc: New Mexico Oil Conservation Division – Aztec

U. S. Bureau of Land Management - Farmington

File: NSP-1894 (NSL) [Division administrative application reference No. pMES0-529359477]

Case No. 236 Case No. 10072