



NSL-943

# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

October 25, 2005

**Mark E. Fesmire, P.E.**  
Director  
Oil Conservation Division

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

**Attention: Cherry Hlava**  
*hlavacl@bp.com*

*Administrative Order NSL-943-A*

Dear Ms. Hlava:

Reference is made to the following: (i) your application (*administrative application reference No. pSEM0-528643798*) submitted to the New Mexico Oil Conservation Division ("Division") in Santa Fe, New Mexico on October 4, 2005; and (ii) the Division's records in Santa Fe and Aztec, including the file on Division Administrative Order NSL-943: all concerning BP America Production Company's ("BP") request for an unorthodox wildcat Chacra gas well location for the existing Hughes "C" Well No. 6-A (API No. 30-045-23110), located 2355 feet from the North line and 2040 feet from the West line (Unit F) of Section 33, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico. The NW/4 of Section 33 is to be dedicated to this well in order to form a standard 160-acre gas spacing unit in the Chacra formation.

This application has been duly filed under the provisions of Division Rules 104.F and 1210.A (2) [formerly Division Rule 1207.A (2), see Division Order No. R-12327-A, issued by the New Mexico Oil Conservation Commission in Case No. 13482 on September 15, 2005].

By Division Administrative Order NSL-943, dated May 22, 1978, El Paso Natural Gas Company received authorization to drill to and complete the above-described Hughes "C" Well No. 6-A in the Blanco-Mesaverde Pool (72319) at an unorthodox infill gas well location within a standard 320-acre stand-up gas spacing and proration unit comprising the W/2 of Section 33.

It is the Division's understanding that BP now indents to perforate the Chacra interval and ~~recomplete this well such that gas production from both the Mesaverde and Chacra formations will be downhole commingled.~~

The location of this well is also considered to be unorthodox for wildcat Chacra gas production pursuant to Division Rule 104.C (3).

**October 25, 2005**

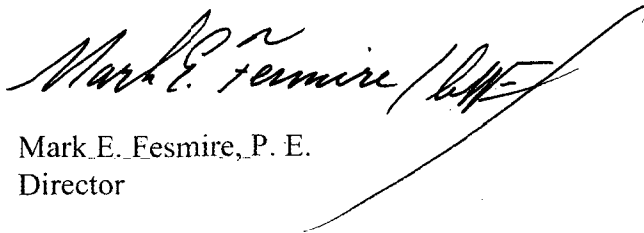
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By the authority granted me under the provisions of Division Rule 104.F (2), the above-described unorthodox wildcat Chacra gas well location for BP's Hughes "C" Well No. 6-A within the proposed 160-acre gas spacing unit comprising the NW/4 of Section 33 is hereby approved.

Further, the provisions of Division Order NSL-943 shall remain in full force and affect until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark E. Fesmire" followed by a stylized flourish or initials.

Mark E. Fesmire, P. E.  
Director

MEF/ms

cc: New Mexico Oil Conservation Division – Aztec  
U. S. Bureau of Land Management – Farmington  
File: NSL-943