

Release August 15, 1985

By DRC

**Tenneco Oil
Exploration and Production**

A Tenneco Company

6162 South Willow Drive
P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800

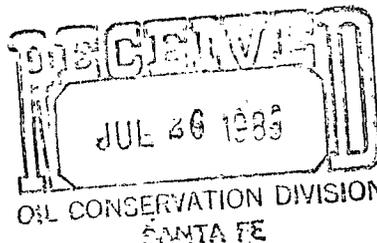


Western Rocky Mountain Division

*NSL-2124
RULE-104F(E)*

July 23, 1985

CERTIFIED MAIL
Return Receipt Requested



New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, NM 87501
Attention: R. L. Stamets

*Blanco Mesquite Pool
320 Acres ctd.
E/2, Section 31*

New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, NM 87410
Attention: Frank Chavez

RE: Schwerdtfeger A LS 9A
1320' FSL, 520' FEL
Sec. 31, T28N R8W
San Juan County, NM

Gentlemen:

Attached in duplicate (to each office) are a well location plat (C-102) with an ownership plat for the above referenced well.

Due to the proposed well being located on the edge of a mesa and extreme drops in elevations to the west and south, this location does not meet state spacing requirements. This is the only geologic and topographic site acceptable.

Pursuant to the authority of Rule 104-F, we respectfully request your approval of an exemption to the standard well location requirements. A copy of the application is being sent by certified mail to the offset lease holders.

*OK.
E.B.
8-20-85*

Very truly yours,

TENNECO OIL COMPANY

Scott McKinney
Senior Regulatory Analyst

Attachments
SMc:st

Page 2
Application for Unorthodox Location
July 23, 1985

WAIVER

El Paso Natural Gas hereby waives objection to Tenneco Oil Company's application for unorthodox location for their Tenneco Schwerdtfeger A LS 9A, proposed above.

BY: Don Reed

DATE: 7-31-85

SMc:st
Attachments

cc: Offset Operators:

El Paso Natural Gas
Post Office Box 4990
Farmington, NM 87401
Attention: Don Reed

Amoco Production Company
1670 Broadway
Denver, CO 80202
Attention: R. C. Brooke, Jr.

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

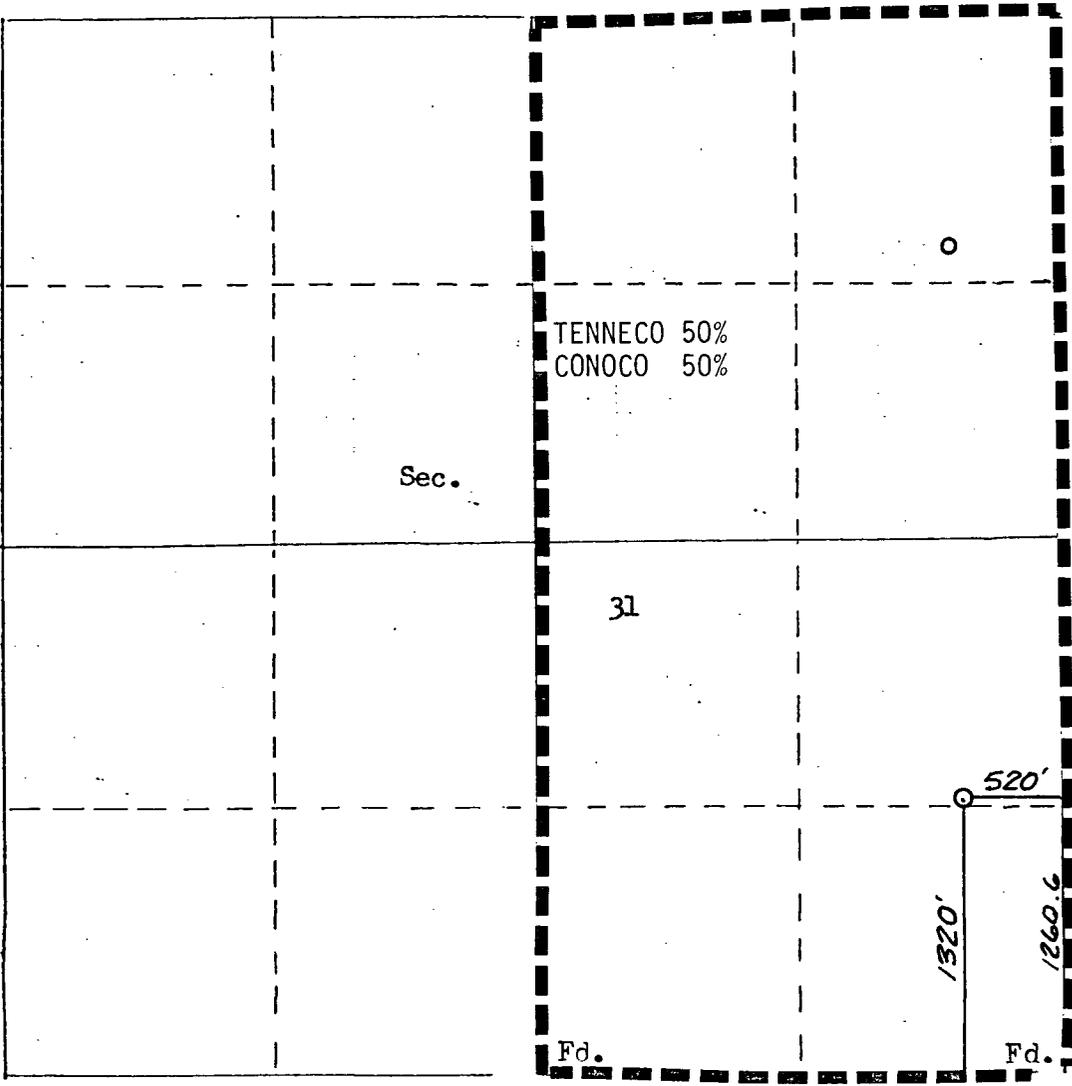
Operator TENNECO OIL COMPANY			Lease SCHWERDTFEGER A LS			Well No. 9A		
Unit Letter I	Section 31	Township 28N	Range 8W	County San Juan				
Actual Footage Location of Well: 1320 feet from the South line and 520 feet from the East line								
Ground Level Elev. 6718		Producing Formation Mesa Verde		Pool Blanco Mesaverde			Dedicated Acreage: 320 A Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



TENNECO 50%
CONOCO 50%

CERTIFICATION

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

Scott McKinney

Name
Scott McKinney

Position
Sr. Regulatory Analyst

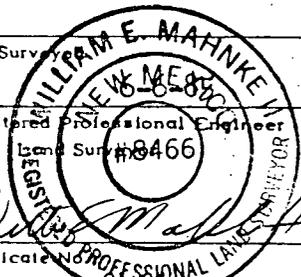
Company
Tenneco Oil Co.

Date
July 23, 1985

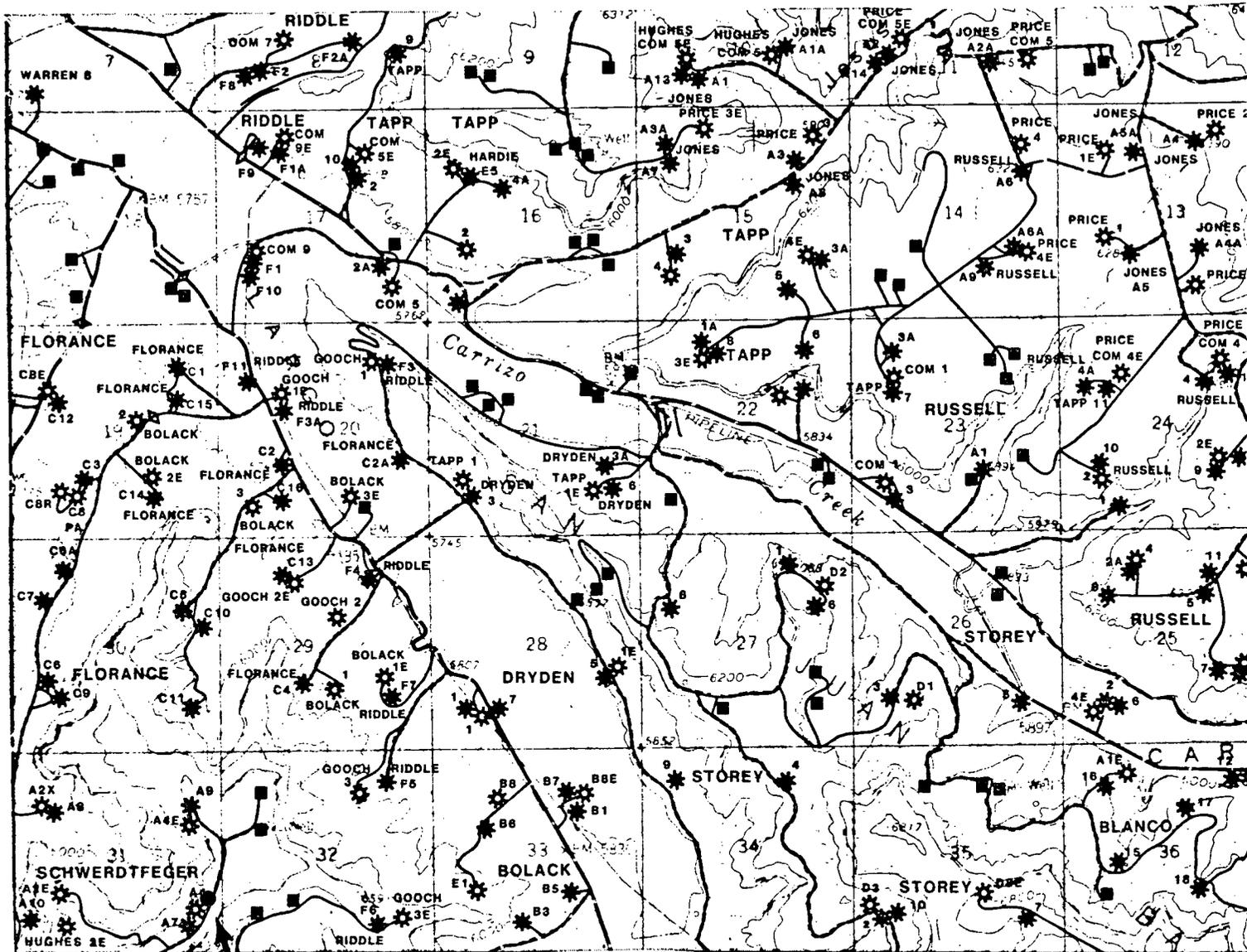
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
JUL 23 1985

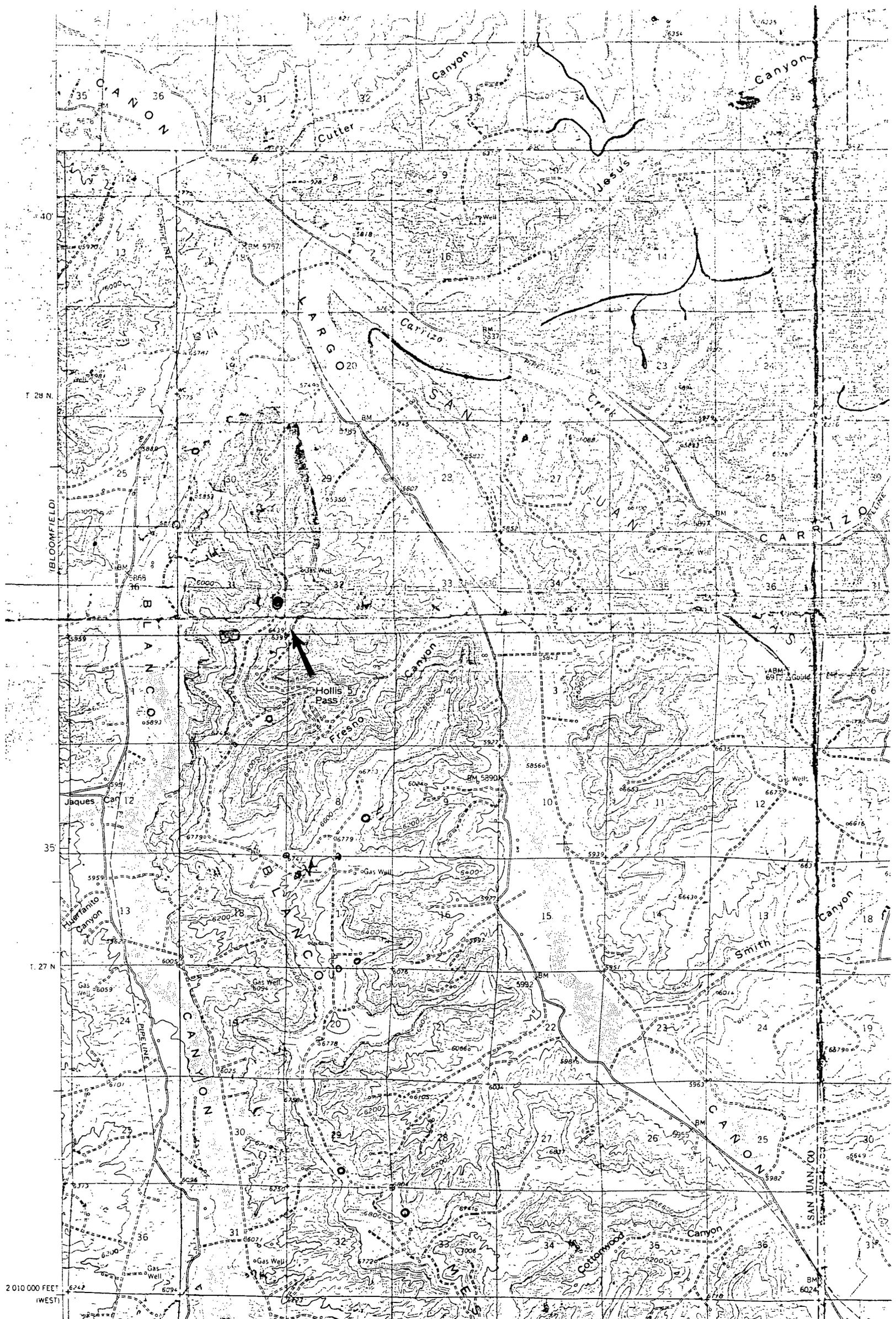
Registered Professional Engineer and Land Surveyor
#8466



William E. Mahnke
Certificate No. _____



TENNECO OIL COMPANY
 #9A SCHWERTFEGER A LS
 1320FSL & 520FEL
 Sec. 31 T28N R8W
 San Juan Co., N.M.



Vicinity Map for
 TENNECO OIL COMPANY
 #9A SCHWERDTFEGER A LS
 1320FSL & 520FEL
 Sec. 31 T28N R8W
 San Jur Co., N.M.

MAP #1

2010 000 FEET (WEST)

36°30' 107°45'

T. 28 N. T. 27 N. T. 26 N.

R. 8 W. R. 7 W. R. 6 W. R. 5 W. R. 4 W. R. 3 W. R. 2 W. R. 1 W.

San Juan Co. N.M.



ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

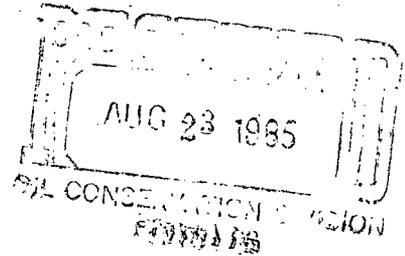
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

NSL-2124

DATE 8-20-85

- RE: Proposed MC _____
- Proposed DHC _____
- Proposed NSL _____
- Proposed SWD _____
- Proposed WFX _____
- Proposed PMX _____



Gentlemen:

I have examined the application dated 7-26-85
 for the Tanuecos Operator Schwardtjeffer Lease and Well No. ALS#9A-I-31-28A-2u
 Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

[Signature]



NSL-2124

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

May 20, 2004

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

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

Attention: Mary Corley
corleyml@bp.com

Administrative Order NSL-100-A

Dear Ms. Corley:

Reference is made to the following: (i) your application (*administrative application reference No. pMES0-414137164*) submitted to the New Mexico Oil Conservation Division ("Division") on April 26, 2004; and (ii) the Division's records in Santa Fe and Aztec, including the files on Division Administrative Orders NSL-100, NWU-243, DC-527, and DHC-3263: all concerning BP America Production Company's ("BP") request for an unorthodox gas well location in the Chacra formation for the existing Schwerdtfeger "A-LS" Well No. 9 (API No. 30-045-07037), located 1190 feet from the North line and 654 feet from the East line (Unit A) of Section 31, Township 28 North, Range 8 West, NMPM, San Juan County, New Mexico. The NE/4 of Section 31 is to be dedicated to this well in order to form a 160-acre gas spacing unit for the Undesignated Otero-Chacra Pool (82329).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

The Division's records indicate that El Paso Natural Gas Company ("El Paso") filed for an unorthodox gas well location for the Blanco-Mesaverde (72319) and South Blanco-Pictured Cliffs (72439) Pools on April 18, 1957 for the above-described Schwerdtfeger "A-LS" Well No. 9. By Administrative Order NSL-100, dated April 19, 1957, the Division authorized approval of this well as an unorthodox Blanco-Mesaverde gas well location within the E/2 equivalent (Lots 6 and 7, the NE/4, and the N/2 SE/4) of Section 31, being a 304.80-acre stand-up gas spacing and proration unit for the Blanco-Mesaverde Pool (which unit was the subject of Division Administrative Order NWU-243, dated December 26, 1957). By Administrative Order DC-527, dated November 14, 1957, the Division confirmed El Paso's earlier request for an unorthodox Pictured Cliffs gas well location by authorizing the Schwerdtfeger "A-LS" Well No. 9 to be dually completed in both the Mesaverde and Pictured Cliffs intervals.

It is the Division's understanding that BP now indents to perforate the Chacra interval and recomplete the well such that gas production from both the Mesaverde and Chacra formations will be downhole commingled (as referenced by Division Administrative Order DHC-3263 dated, May 1, 2004).

The location of this well within the Undesignated Otero-Chacra Pool is also considered to be unorthodox pursuant to Division Rule 104.C (3), as revised.

By the authority granted me under the provisions of Division Rule 104.F (2), as revised, the above-described unorthodox Chacra gas well location for BP's Schwerdtfeger "A-LS" Well No. 9-A is hereby approved.

Further all provisions of Division Administrative Orders NSL-100, including, by reference the provisions of Division Administrative Order DC-527, shall remain in full force and affect until further notice.

Sincerely,



Michael E. Stogner
Engineer/Hearing Officer

MS/mes

cc: New Mexico Oil Conservation Division – Aztec
U. S. Bureau of Land Management – Farmington
File: NSL-2124
DHC-3263



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

May 25, 2004

Mark Fesmire
Director
Oil Conservation Division

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

Attention: **Mary Corley**
corleyml@bp.com

Administrative Order NSL-2124-A

Dear Ms. Corley:

Reference is made to the following: (i) your application (***administrative application reference No. pMES0-412167309***) submitted to the New Mexico Oil Conservation Division ("Division") on April 26, 2004; and (ii) the Division's records in Santa Fe and Aztec, including the files on Division Administrative Orders NSL-2124, NWU-243, and DHC-1472-AZ: all concerning BP America Production Company's ("BP") request for an unorthodox gas well location in the Chacra formation for the existing Schwerdtfeger "A-LS" Well No. 9-A (**API No. 30-045-26636**), located 1320 feet from the South line and 520 feet from the East line (Unit I) of Section 31, Township 28 North, Range 8 West, NMPM, San Juan County, New Mexico. Lots 6 and 7 and the N/2 SE/4 (SE/4 equivalent) of Section 31 is to be dedicated to this well in order to form a 144.80-acre gas spacing unit for the Undesignated Otero-Chacra Pool (**82329**).

This application has been duly filed under the provisions of Division Rule 104.F, revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999.

By Division Administrative Order NSL-2124, dated August 21, 1985, Tenneco Oil Company received authorization to drill to and complete the above-described Schwerdtfeger "A-LS" Well No. 9-A in the Blanco-Mesaverde Pool (**72319**) at an unorthodox infill gas well location within a 304.80-acre stand-up gas spacing and proration unit comprising Lots 6 and 7, the NE/4, and the N/2 SE/4 (E/2 equivalent) of Section 31, which unit was the subject of Division Administrative Order NWU-243, dated December 26, 1957. According to Division records, BP became the operator of this well on December 31, 2001.

It is the Division's understanding that BP now indents to perforate the Chacra interval and recomplete the well such that gas production from both the Mesaverde and Chacra formations will be downhole commingled (as referenced by Division Administrative Order DHC-1472-AZ issued by the Aztec district office of the Division on April 13, 2004).

The location of this well within the Undesignated Otero-Chacra Pool is also considered to be unorthodox pursuant to Division Rule 104.C (3), as revised.

By the authority granted me under the provisions of Division Rule 104.F (2), as revised, the above-described unorthodox Chacra gas well location for BP's Schwerdtfeger "A-LS" Well No. 9-A is hereby approved.

Further all provisions of Division Order NSL-2124 shall remain in full force and affect until further notice.

Sincerely,



Michael E. Stogner
Engineer/Hearing Officer

MS/mes

cc: New Mexico Oil Conservation Division – Aztec
U. S. Bureau of Land Management – Farmington
File: NSL-2124