

30-045-27335

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED  
BLM MAIL ROOM

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

3 PM 1:31

1a. TYPE OF WORK DRILL	5. LEASE NUMBER SF-077874
1b. TYPE OF WELL GAS	6. IF INDIAN, ALL. OR TRIBE NAME
2. OPERATOR SOUTHLAND ROYALTY CO.	7. UNIT AGREEMENT NAME
3. ADDRESS & PHONE NO. OF OPERATOR P O BOX 4289 FARMINGTON, NM 87499	8. FARM OR LEASE NAME HANKS
4. LOCATION OF WELL 1460'S 855'W	9. WELL NO. 230
14. DISTANCE IN MILES FROM NEAREST TOWN 10 MILES FROM BLOOMFIELD	10. FIELD, POOL, OR WILDCAT BASIN FRUITLAND COAL
15. DISTANCE FROM PROPOSED LOCATION TO NEAREST PROPERTY OR LEASE LINE. 855'	11. SEC. T. R. M OR BLK. L SEC. 7 T27N R09W NMPM
16. ACRES IN LEASE	12. COUNTY SAN JUAN
17. ACRES ASSIGNED TO WELL W 323.36	13. STATE NM
18. DISTANCE FROM PROPOSED LOCATION TO NEAREST WELL DR. 300' COMPL., OR APPLIED FOR ON THIS LEASE.	19. PROPOSED DEPTH 2104'
20. ROTARY OR CABLE TOOLS ROTARY	
21. ELEVATIONS (DF, FT, GR, ETC.) 6190' GL	22. APPROX. DATE WORK WILL START

FARMINGTON RESOURCE AREA  
FARMINGTON, NEW MEXICO

DRILLING OPERATIONS AUTHORIZED ARE  
SUBJECT TO COMPLIANCE WITH ATTACHED  
"GENERAL REQUIREMENTS"

This action is subject to technical and  
procedural review pursuant to 43 CFR 3185.3  
and appeal pursuant to 43 CFR 3185.4

23. PROPOSED CASING AND CEMENTING PROGRAM

JUN - 5 1989

\*SEE OPERATIONS PLAN

OIL CONSERVATION DIV.  
SANTA FE

RECEIVED

MAY 26 1989

OIL CON. DIV.

DIST 3

APPROVED

AS AMENDED

24. AUTHORIZED BY: *[Signature]*  
REGULATORY AFFAIRS

PERMIT NO. \_\_\_\_\_ APPROVAL DATE \_\_\_\_\_

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

*[Signature]*  
AREA MANAGER

NOTE: THIS FORMAT IS ISSUED IN LIEU OF US BLM FORM 3160-3.

*[Handwritten initials]*

NMOCD

KELLAHIN, KELLAHIN and AUBREY  
*Attorneys at Law*

W. Thomas Kellahin  
Karen Aubrey

El Patio - 117 North Guadalupe  
Post Office Box 2265

Telephone 982-4285  
Area Code 505

Jason Kellahin  
Of Counsel

Santa Fé, New Mexico 87504-2265

April 5, 1989

Mr. Michael E. Stogner  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Re: Meridian Oil Inc. Applications  
for Unorthodox and Administrative  
Fruitland Coal Gas Locations for  
Hanks Well No. 205 and  
Reid Well No. 705 230

Dear Mr. Stogner:

I have received copies of your letters dated March 27, 1989, copies enclosed. Mr. John Caldwell of Meridian Oil Inc. informs me that each well has been subsequently relocated to standard well locations.

Accordingly, the Examiner's hearing for these two cases now docketed for April 26, 1989 can now be dismissed.

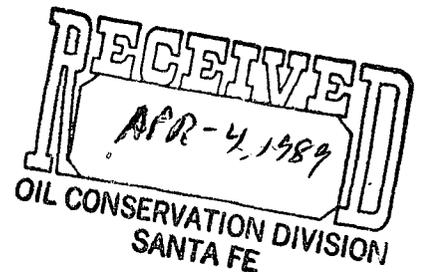
Very truly yours,



W. Thomas Kellahin

WTK/rs  
Encl.

cc: Mr. John Caldwell - Meridian Oil Inc.  
Mr. Alan Alexander - Meridian Oil Inc.



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS  
GOVERNOR

RECEIVED MAR 28 1989

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

March 27, 1989

Meridian Oil, Inc.  
P.O. Box 4289  
Farmington, NM 87499-4289

Attention: Peggy Bradfield

RE: Administrative Application for  
an Unorthodox Coal Gas Well  
Location; Southland Royalty  
Company; Hanks Well No. 230,  
1640' FSL - 135' FWL, L-7-  
27N-9W, Basin Fruitland Coal  
(Gas) Pool, San Juan County,  
New Mexico.

Dear Ms. Bradfield:

Due to the extremity of your request and lack of sufficient evidence to show the necessity of this particular location, this application will be set for hearing on the next available Examiner's Docket scheduled for April 26, 1989.

Sincerely,

A handwritten signature in cursive script, appearing to read "Michael E. Stogner".

Michael E. Stogner  
Chief Hearing Officer

MES/ag

cc: Oil Conservation Division - Aztec  
W. Thomas Kellahin ✓

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS  
GOVERNOR

*Mike Stogner*  
*From: Ernie Busch*

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

March 27, 1989

Meridian Oil, Inc.  
P.O. Box 4289  
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New Mexico.

APR 10 1989

OIL CONSERVATION DIV

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Sincerely,

Michael E. Stogner  
Chief Hearing Officer

MES/ag

cc: Oil Conservation Division - Aztec ✓  
W. Thomas Kellahin

RECEIVED  
MAR 29 1989  
OIL CON. DIV.  
DIST. 3

*Dear Mike;*

*I concur with  
Meridian's application.  
I inspected the location  
on the ground.*

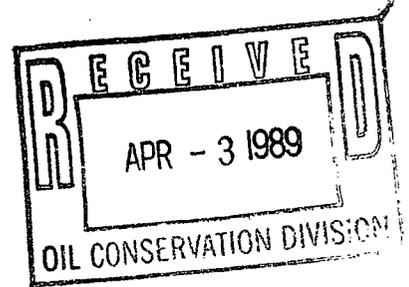


**Amoco Production Company**

Southern Division  
1670 Broadway  
P.O. Box 800  
Denver, Colorado 80201  
303-830-4040

T. D. Autry  
Division Production Manager

March 28, 1989



New Mexico Oil Conservation Division  
310 Old Santa Fe Trail Road  
Santa Fe, New Mexico 87504

Attention: Mr. William LeMay

Waiver of Objection  
Unorthodox Locations  
Meridian Oil Inc.  
San Juan County, NM

This is in response to Meridian's request for Waiver of Objection to three unorthodox well locations in the Basin Fruitland Coal Pool.

Enclosed are copies of Meridian's waiver requests, approved by Amoco Production Company, successor in interest to Tenneco Oil Company, for the following wells:

<u>Well Name</u>	<u>Location</u>	<u>Waiver Request</u>
Reid #704	NE-19-28N-9W	Unorthodox location
Reid #705	SW-19-28N-9W	Unorthodox location
Hanks #230	SW-7-27N-9W	Unorthodox location

JLS/oad

Enclosure

cc:  
Meridian Oil Inc.

89006.JLS

**MERIDIAN OIL**

February 25, 1989

Mr. William LeMay  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

Dear Mr. LeMay:

This is a request for administrative approval for an unorthodox gas well location in the Basin Fruitland Coal Pool.

It is intended to locate the Southland Royalty Company's Hanks #230 at 1640' from the South line and 135' from the West line of Section 07, T-27-N, R-9-W, San Juan County, New Mexico.

The terrain and a wash makes this location necessary.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your Santa Fe office with a Waiver of Objection, and return one copy to this office.

Plats showing the proposed well location and the terrain in Section 7, along with an ownership plat, are attached.

Sincerely yours,



Peggy Bradfield

encl.

WAIVER

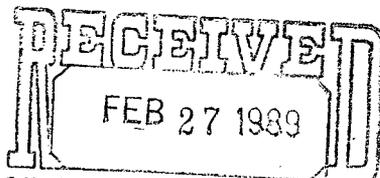
\_\_\_\_\_ hereby waives objection to Southland Royalty Company's application for an unorthodox location for their Hanks #230 as proposed above.

By: MR. [Signature] Date: 3/29/89

xc: Meridian Oil Inc.  
Tenneco Oil Company



MERIDIAN OIL



OIL CONSERVATION DIVISION (February 25, 1989)  
SANTA FE

Mr. William LeMay  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

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Sincerely yours,

Peggy Bradfield

encl.

WAIVER

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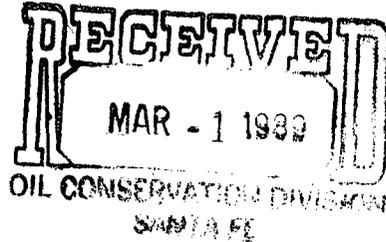
By: \_\_\_\_\_ Date: \_\_\_\_\_

xc: Meridian Oil Inc.  
Tenneco Oil Company

*Copy Sent to E. Basch 2/27/89*

MERIDIAN OIL

February 25, 1989



Mr. William LeMay  
New Mexico Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87504

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Sincerely yours,

A handwritten signature in cursive script that reads "Peggy Bradfield".

Peggy Bradfield

encl.

WAIVER

Meridian Oil Inc. hereby waives objection to Southland Royalty Company's application for an unorthodox location for their Hanks #230 as proposed above.

By: *C. Baker* Date: 2/27/89

xc: Meridian Oil Inc.  
Tenneco Oil Company

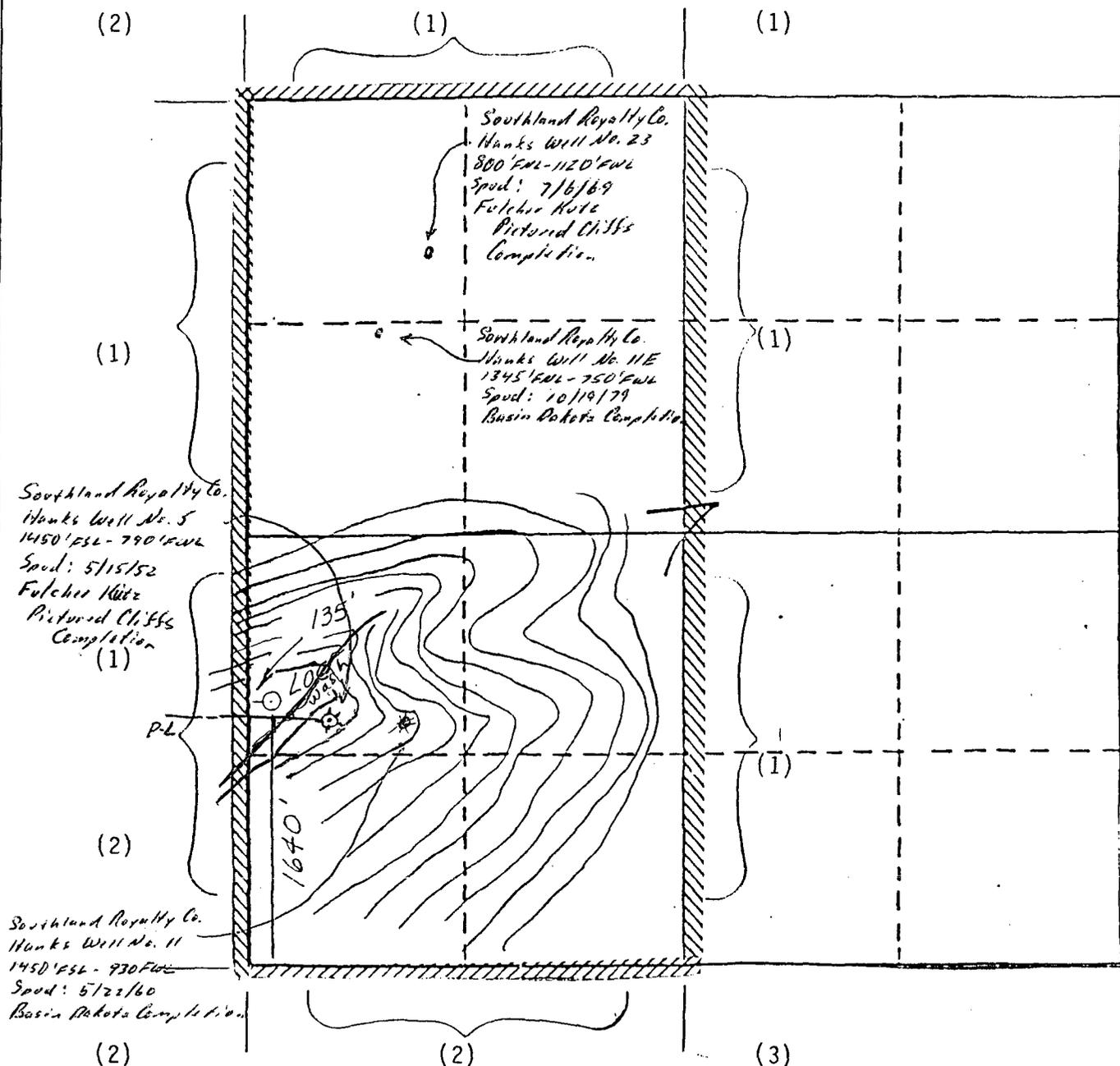
# SOUTHLAND ROYALTY CO.

Well Name Hanks #230, Fruitland Coal

Footage----- 1640' FSL; 135' FWL

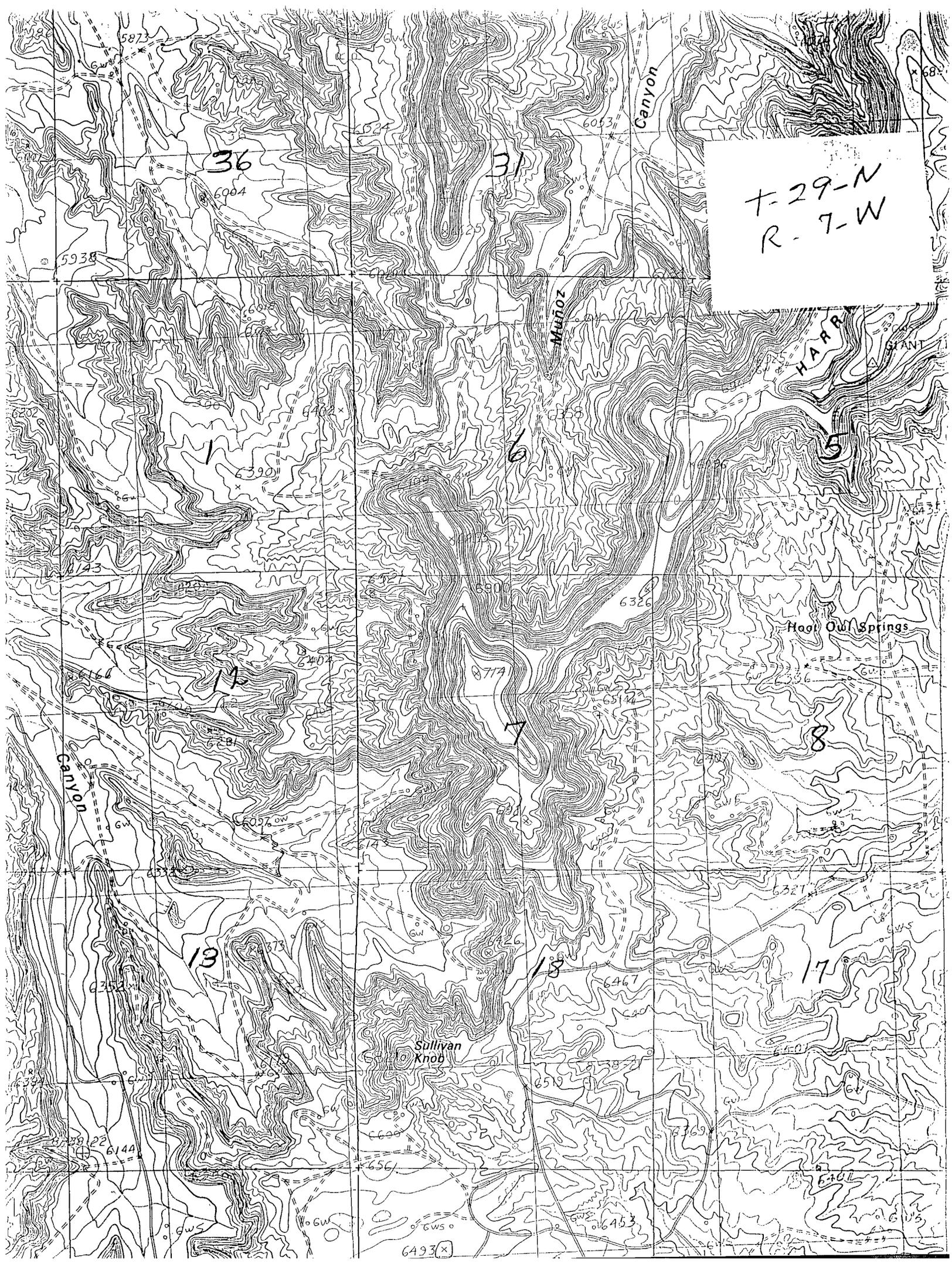
## APPLICATION FOR NON-STANDARD LOCATION

County San Juan State New Mexico Section 7 Township 27N Range 9W



REMARKS:

- OFFSET OPERATORS:
- (1) Southland Royalty Company
  - (2) Meridian Oil Inc.
  - (3) Tenneco Oil Company



T-29-N  
R-7-W

36

31

1

6

5

14

7

8

13

18

17

Sullivan Knob

Hog Owl Springs

Canyon

Muñoz

Canyon

HARR

GIANT

6493(x)

6453

6400

6467

6510

6779

6326

6053

6984

5938

5973

68

6437

6144

6400

6400

6400

6400

6400

6400

68

6437

6400

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

Operator Southland Royalty Company		Lease Hanks (SF-077874)		Well No. 230
Unit Letter L	Section 7	Township 27 North	Range 9 West	County San Juan
Actual Footage Location of Wells 1640 feet from the South line and 135 feet from the West line				
Ground Level Elev. 6121'	Producing Formation Fruitland Coal	Pool Basin	Dedicated Acreage: 323.36 Acres	

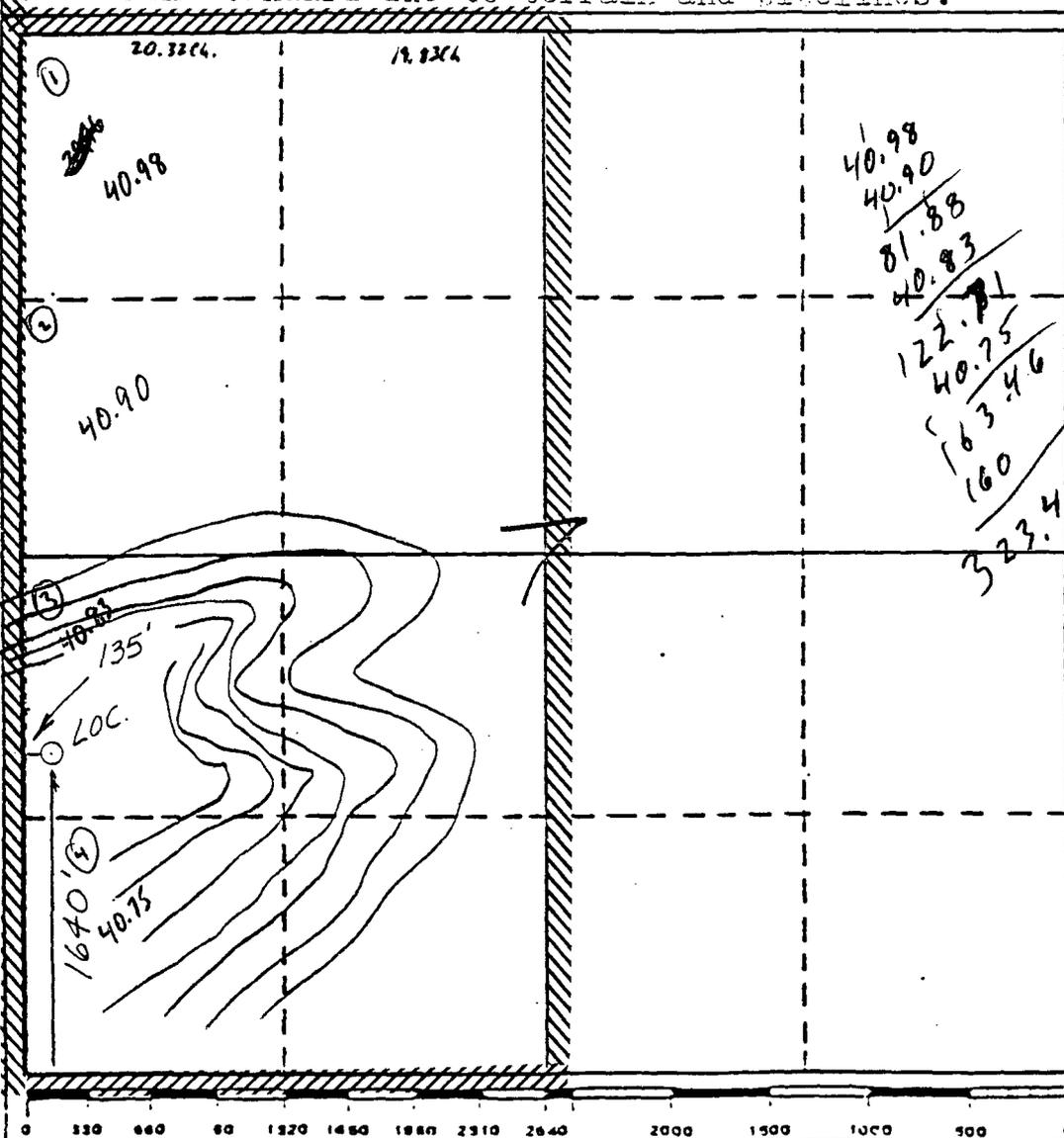
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is 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 Division.

\* Non-standard due to terrain and pipelines.



CERTIFICATION

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

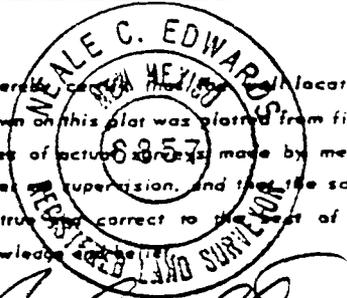
Name  
Regulatory Affairs

Position  
Southland Royalty Co

Company

Date

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



Date Surveyed  
10-31-88

Registered Professional Engineer  
and/or Land Surveyor

Neale C. Edwards

Certificate No.  
6857



STATE OF NEW MEXICO  
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

DATE 3-10-89

RE: Proposed MC \_\_\_\_\_  
Proposed DIIC \_\_\_\_\_  
Proposed NSL X \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_

APR 6 1989  
OIL CONSERVATION DIVISION

Gentlemen:

I have examined the application dated 2-27-89  
for the Mendocino Oil Inc - Harbors #230 L-7-27N-9W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

E. Busch