

Amoco Production Company

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

January 7, 1997

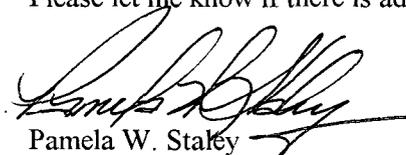
Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P.O. Box 6429
Santa Fe, NM 87505

Application For Unorthodox Location

**Harold B Chapson #1 to be renamed the Pollock Com E #1R Well
1800' FSL & 1650' FEL, Unit J Section 28-T29N-R10W
Basin Fruitland Coal Pool
San Juan County, New Mexico**

I received your note (attached) and after researching your concern I discovered that we had filed a sundry on October 17, 1995 advising that we planned to plug the Mesaverde and recomplete to the Fruitland Coal in the Sanchez Gas Com C #1 (Unit A Sec 28 T29N-R10W). However, on October 31, 1996 we filed a notice of intent to plug and abandon the Sanchez Gas Com "C" #1 instead of recompleting. This notice of intent was approved on November 4, 1996. To allay any confusion, I asked our permitting agent to file an additional sundry (attached) to make sure you were aware that we had no plans to recomplete the Sanchez well. I hope that this clears up the concern which you had about approving the Chapson well in this section as a Fruitland Coal completion at an unorthodox location.

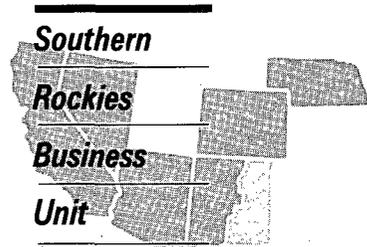
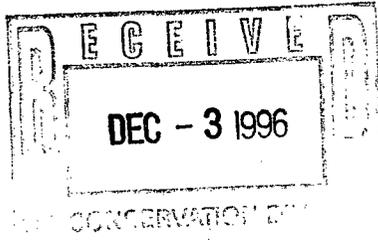
Please let me know if there is additional information needed.


Pamela W. Staley

Attachments

cc: Frank Chavez, Supervisor
NMOCD District III
1000 Rio Brazos Road
Aztec, NM 87410

Steve Webb, Amoco
Pat Archuleta, Amoco



December 2, 1996

Mr. Michael E. Stogner
Chief Hearing Officer/Engineer
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P. O. Box 6429
Santa Fe, NM 87505

via Federal Express

Application for Administrative Approval to recomplete the Harold "B" Chapson Well #1 to be renamed the Pollock Com E #1R Well at an unorthodox coal gas well location 1800' FSL & 1650' FEL, Unit J Section 28-T29N-R10W Basin Fruitland Coal Pool San Juan County, New Mexico

I have reviewed your letter dated November 21, 1996 regarding our application for an unorthodox coal gas location for this well. You are correct that the "1R" designation indicates that this is a replacement well. There was an original well known as the Pollock Com "E" #1 (API 3004525743) located in Unit P Section 28-T29N-R10W which was completed in the Fruitland Coal. According to the computer records of your Aztec District, this well had a nonstandard location order issued under order number NSL-3064 for the Basin Fruitland Coal. This well has been plugged and abandoned by Amoco and is reflected in the Aztec District computer database as Plugged and Abandoned. As to the status of the order, since the well for which the order was sought is plugged and abandoned, I believed that a new order was required to cover this replacement well. Should this well be covered under the original order please advise. The Aztec District computer records show no other orders for Fruitland Coal in this 320-acre spacing unit.

I hope that this clears up any confusion which I may have caused you. Should you have additional questions, please feel free to contact me at (303) 830-5344.

Sincerely,

Pamela W. Staley

cc: Steve Webb - Amoco

12-24-96

Something still seems to be amiss here. Wasn't there an Amoco Sanchez Bas Com "C" Well No. 1 in Unit "A" that affected this area somehow?

cc - Old Aztec William F. Carr

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION
P.O.Box 2088

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

Santa Fe, New Mexico 87504-2088

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.	3004525618
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER	7. Lease Name or Unit Agreement Name Sanchez Gas Com C
2. Name of Operator Amoco production Company	8. Well No. 1
3. Address of Operator P.O. Box 800 Denver Colorado 80201 (303) 830-5217	9. Pool name or Wildcat Blanco Mesaverde
4. Well Location Unit Letter <u>A</u> : <u>750</u> Feet From The <u>North</u> Line and <u>660</u> Feet From The <u>East</u> Line Section <u>28</u> Township <u>29 N</u> Range <u>10 W</u> NMPM San Juan County	10. Elevation (Show whether DF, RKB, RT, GR, etc.)

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input checked="" type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details; and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Regarding our Sundry dated 10/17/95 we advised you that we planned to plug the Mesaverde and recomplete to the Fruitland Coal. We do not plan on completing this well and on 10/31/96 we sent a notice of intent to plug and abandon this well, which you approved on 11/04/96.

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

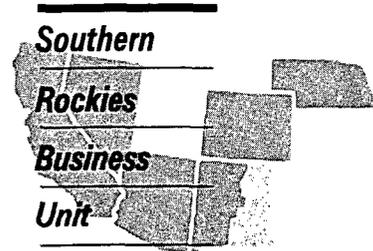
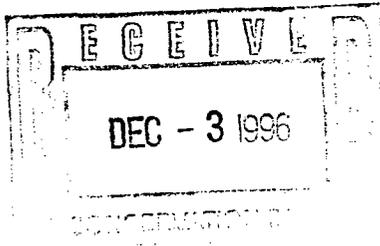
SIGNATURE Pat Archuleta TITLE Staff Assistant DATE 01-06-1997

TYPE OR PRINT NAME Pat Archuleta, Room 1205C TELEPHONE NO. (303) 830-5217

(This space for State Use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:



December 2, 1996

Mr. Michael E. Stogner
Chief Hearing Officer/Engineer
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P. O. Box 6429
Santa Fe, NM 87505

via Federal Express

**Application for Administrative Approval to recomplete the Harold "B" Chapson Well #1 to be renamed the Pollock Com E #1R Well at an unorthodox coal gas well location
1800' FSL & 1650' FEL, Unit J Section 28-T29N-R10W
Basin Fruitland Coal Pool
San Juan County, New Mexico**

I have reviewed your letter dated November 21, 1996 regarding our application for an unorthodox coal gas location for this well. You are correct that the "1R" designation indicates that this is a replacement well. There was an original well known as the Pollock Com "E" #1 (API 3004525743) located in Unit P Section 28-T29N-R10W which was completed in the Fruitland Coal. According to the computer records of your Aztec District, this well had a nonstandard location order issued under order number NSL-3064 for the Basin Fruitland Coal. This well has been plugged and abandoned by Amoco and is reflected in the Aztec District computer database as Plugged and Abandoned. As to the status of the order, since the well for which the order was sought is plugged and abandoned, I believed that a new order was required to cover this replacement well. Should this well be covered under the original order please advise. The Aztec District computer records show no other orders for Fruitland Coal in this 320-acre spacing unit.

I hope that this clears up any confusion which I may have caused you. Should you have additional questions, please feel free to contact me at (303) 830-5344.

12-24-96

Sincerely,

Pamela W. Staley

cc: Steve Webb - Amoco

*Something still seems to be amiss here.
Wasn't there an Amoco Sanchez Bas Com "C"
Well No. 1 in Unit "A" that
affected this area somehow?
Michael E. Stogner*

*cc - OLD Aztec
William F. Carr*

Mike Stogner

From: Ernie Busch
To: Mike Stogner
Subject: AMOCO POLLOCK COM E #1R (NSL)
Date: Friday, November 22, 1996 10:27AM
Priority: High

POLLOCK COM E #1R
1800'FSL;1650' FEL
J-28-29N-10W
RECOMMEND: APPROVAL



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 21, 1996

Amoco Production Company
Southern Rockies Business Unit
P. O. Box 800
Denver, Colorado 80201

Attention: Pamela W. Staley

Re: Application for administrative approval to recomplete the Harold "B" Chapson Well No. 1, to be renamed the Pollack Com "E" Well No. 1-R, (API No. 30-045-24247) at an unorthodox coal gas well location 1800 feet from the South line and 1650 feet from the East line (Unit J) of Section 28, Township 29 North, Range 10 West, NMPM, Basin-Fruitland Coal Gas Pool, San Juan County, New Mexico.

Dear Ms. Staley:

The designation "R" in a well number usually signifies this well to be a replacement well. Your application gave no information or indication that this was the case. In looking up this omitted material I came across references to previous Fruitland coal gas activity within this section. To assure that all rules and regulations are being complied with and to eliminate the possibility of misunderstandings that could lead to a rule infraction, please supplement this application with copies of or references to all previous orders issued within the subject 320-acre area for Fruitland coal gas production. Further provide a narrative as to the status of these orders and related well completions.

Your cooperation is greatly appreciated.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Aztec
William F. Carr - Santa Fe