

P.O. BOX 58900 SALT LAKE CITY, UTAH 84158-0900 801-583-8800 FAX: (801) 584-6483

June 7, 1994

Jeen 14/94

New Mexico Oil & Gas Conservation Commission P.O. Box 2088 State Land Office Building Santa Fe, New Mexico 87504

Attention:

Mike Stogner

Chief Hearing Examiner/Engineer

Re: Application for Unorthodox Locations and Non- Standard Proration Unit.

Dear Mr. Stogner:

The Bureau of Land Management and the Bureau of Reclamation has requested Northwest Pipeline (NWP) stake two wells in our upcoming drilling program as unorthodox locations. Both agencies have indicated that you would approve these locations administratively.

The proposed wells are: 1) Rosa Unit #138, located 2218' FSL, 580' FEL (Unit C), section 17, T31N, R6W, San Juan Co., 2) Rosa Unit #140, located 1861' FSL, 1705' FWL (Unit K), section 22, T31N, R6W, Rio Arriba Co.. The #138 has been proposed as a dually completed Pictured Cliffs and Mesa Verde well. The #140 has been proposed as a Pictured Cliffs well (see attached wellbore diagrams).

The offset acreage from both wells lies within the boundaries of the Rosa Unit. As Unit operator, NWP does and oppose the unorthodox locations.

NWP has proposed the Rosa Unit #137, a dually completed Mesa Verde and Pictured Cliffs well, staked 1321' FSL, 820' FWL, section 31, T31N, R5W, Rio Arriba Co.. There are only 465.88 acres in section 31; 320 acres in the E/2 and 145.88 acres (lots 1-4) in the W/2. NWP proposes to dedicate the Mesa Verde: N/2 and S/2 and the Pictured Cliffs: NE/4, SE/4 and Lots 1-4. The #137 Mesa Verde will have S/2 dedication (232.99 acres) and the Pictured Cliffs will have Lots 1-4 dedication (145.88 acres).

The offset operator, Phillips Petroleum Co., has signed a waiver which should be in your possession. If you do not have a signed copy of the waiver, please let me know and I will send or fax you a copy.

If you have any questions, please call me at (801)584-7103. Thank you for your help.

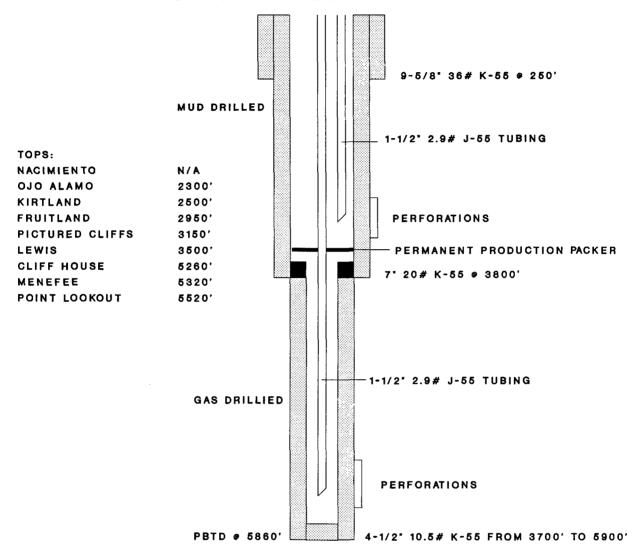
Sincerely

Mark McCallister

Sr. Engineer, Production & Drilling

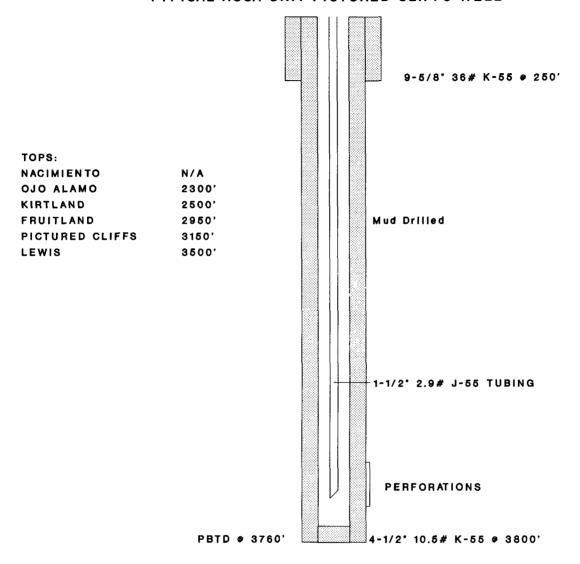
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WELLBORE DIAGRAM TYPICAL ROSA UNIT PC/MV DUAL COMPLETION



| | | CEMENT | VOLUME | TOP OF CMT |
|---------|--------------|--------|-------------|------------|
| 12-1/4" | 9-5/8" 36# | 135 SX | 160 CU.FT. | SURFACE |
| 8-3/4" | 7" 20# | 550 SX | 1050 CU.FT. | SURFACE |
| 6-1/4 | 4-1/2" 10.5# | 220 SX | 380 CU.FT. | LINER TOP |

WELLBORE DIAGRAM TYPICAL ROSA UNIT PICTURED CLIFFS WELL



| HOLE SIZE | CASING | CEMENT | VOLUME | TOP OF CMT |
|-----------|--------------|--------|------------|------------|
| 12-1/4" | 8-5/8" 24# | 175 SX | 207 CU.FT. | SURFACE |
| 6-3/4 | 4-1/2" 10.5# | 490 SX | 925 CU.FT. | SURFACE |
| | | | | |
| | | | | <u></u> |

District | PO Box 1980, Hobbs, NM 88241-1980 District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

| 'API M | Number | | | ' Pool Code 66725 | | - | | PICTURED | | | |
|----------------------------------|---------------|-------------------|-------------|----------------------|--------------------|--------|------------------------------|---|---|----------------------------------|---|
| * Property Code 008480 | | ROSA U | NIT | | , b. | operty | Name | | | • | Well Number # 137 |
| ' ogrid no. 16189 | | | | | | | | • Elevation 6548 | | | |
| | | <u> </u> | | 1 | ^o Surfa | ce : | Location | | | l | |
| UL or lot no. | Section 31 | Township 31N | Range 5W | Lot Idn | Feet from 1321 | | North/South line FSL | Feet from the 820' | East/West FWI | | RIO ARRIBA |
| | | ¹¹ Bot | tom | Hole L | ocation | n If | Different F | rom Surfa | ace | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from | the | North/South line | Feet from the | East/Wes | t line | County |
| Dedicated Acres Lots 1-4 /4/5.85 | S Joint | or Infill 14 Cons | olidation | Code 15 Ore | der No. | | | | <u> </u> | | <u> </u> |
| | | | | | | | ON UNTIL ALI BEEN APPROVE | | | EEN (| CONSOLIDATED |
| | 16 | LOT 1 | | SEC. | 31 | | | Signature Printed Name Title Date | YEYOR | CER | TIFICATION TIFICATION TIFICATION TIFICATION TO Shown on this plat |
| | - | LOT 3 | 4 | , | | | | me or under and correct in Date of Surv | rom field note my supervisio to the best of APRIL ey d Sealed Pro | of action, and to my believed 5, | ual surveys made by hat the same is true et. |

District I PG Bos 1980. Hobbs, Na 88241-1980

Cletriot U PO Drawer DD, Artonia. NM 88211-0719

Dietziet (II 1000 Rio Brazon Rd., Aglet, NN B7410

District IV PC Boy 2086, Santa Fo, NN 67504-2068 B150 JEFFRIES & ASSCC.

P.02/05

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease = 4 Capies
Fee Lease = 3 Copies

AMENDED REPORT

| | | WELL | LOC | | AND AC | REAGE DI | | | | |
|-----------------|--|----------------|-------------------|-------------|---------------|----------------------------|--|-------------------------|------------|--|
| וינג י | Number | | | Pool Code | | | | Pool Name URED CLIFF | | |
| * Property Code | | ROSA | UNIT | | Prepar | y Mathe | | | • | # 138 |
| POGRED No. | NORTH | WEST | PIPELINE | CORPOR | | | | Elevation 6399 | | |
| | —————————————————————————————————————— | | | 11 | Surface | Location | | | | |
| UL or let be. | section 17 | 31N | Renge 6W | Lot idm | 2218' | Horth/Heuth ibs | Feet from 580 | | | SAN JUAN |
| | | 11 B | ottom | Hole L | ocation | i Different | From S | urface | | |
| UL or let no. | Section | Township | Range | at ida | Feet from the | harth/South lies | Pest from | the Bost/Yes | il line | County |
| Dedicated Acres | " Joinh | or lastil 14 C | enseileation U | Code 's Dro | ior No. | | | | . <u> </u> | |
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| | | | SEC. | 17 | | 2218' | Date SBO' Date SBO' Date SBO' Date SBO' Date | ad Name BURVEYOR | CER | TIFICATION to show so this plat the shows so this plat the shows so this plat the shows so to true |

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| <i>10</i> 1 | Number | | | ⁴ Pool Cude | • | | PICTURED | | |
|---|---------------|-----------------|-------------------|------------------------------|--------------------------|----------------------------|--|--|---------------------|
| * Property Code | • | ROSA | UNIT | | 3 Property | Natne | 999 F. J. Sp. | | # 140 |
| 7 OGRIJI No. | | NORTH | HWEST | PIPELINI | Operator E CORPORA | | | | · Elevation 6246 |
| | | | | 1 | O Surface | Location | | <u> </u> | • |
| UL or lat no. | Section 22 | Township 31N | Range 6W | Lot lan | Feet from the 1861' | North/South fine | Feet from the 1705' | Enst/West 19 FWL | RIO ARRIBA |
| | J | n B | ottom | Hole L | ocation If | Different I | From Surfa | ice | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West 11 | ina Cousty |
| Dedicated Aures | Joint o | . 1 | onsolidation U | Code 15 Dze | der No. | | ! <u></u> | | |
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| • | | | - | WILLIAN Date: To: AGF Tax # | MS FIELD SERI | From L Co. William Phone # | # of pages > 1 / Central transfer of the service of | 1 - | |
| | | | SEC. | 22 | | | 15 SURV | EYOR C | ERTIFICATION |
| 1705′ | 7.00 | | | | | | me or under and correct to | my supervision. the best of no. MAY 18, | 1994 |