



**Application of Amoco Production Company
for Simultaneous Dedication and
Unorthodox Location
Ute Indian #A-26 Well
San Juan County, New Mexico**

NMOCD Case 11605

September 5, 1996

**BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico**

Case No. 11605 Exhibit No. 1

Submitted by: Amoco Production Company

Hearing Date: September 5, 1996



August 13, 1996

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P.O. Box 6429
Santa Fe, NM 87505

Southern

Rockies

Business

Unit

**Application For Simultaneous Dedication and Unorthodox Location
Ute Indian Well A#26
625' FNL, 2620' FEL, Section 1-T31N-R14W
Ute Dome Dakota Pool
San Juan County, New Mexico**

Amoco Production Company hereby makes application for a hearing by the NMOCD for approval of simultaneous dedication and an unorthodox well location for the Ute Indian Well A#26 to be drilled in the Ute Dome Dakota Pool.

In support of this application , Amoco states the following:

1. Amoco is the operator of the Mountain Ute Gas Com C-1 Well which is completed as a producing gas well in the Dakota formation at a standard location in the northeast quarter of Section 1, T31N-R14W.
2. The Mountain Ute Gas Com C-1 Well is unable to drain the reserves under the NE/4 of said Section 1 due to faults in the Dakota formation which transverse the quarter section.
3. Amoco seeks an exception to NMOCD General Rule 104.C.3 and 104.D.3 to permit it to drill its proposed Ute Indian Well A#26 as a second well in the NE/4 of said Section 1 at an unorthodox location and simultaneously dedicate the NE/4 of Section one to the Mountain Ute Gas Com C-1 well.
4. Approval of this application and the drilling of the Ute Indian Well A#26 will enable Amoco to produce its just and fair share of the reserves under the NE/4 of said Section 1 and will otherwise be in the best interest of conservation and the protection of correlative rights.

Amoco requests that this matter be set for hearing before an examiner of the NMOCD on September 5, 1996. A copy of this application will be sent to the operator of all the offsetting quarter sections and to the BLM and the Ute Mountain Ute Tribe as notice. Should you have questions, do not hesitate to call me at (303) 830-5072.

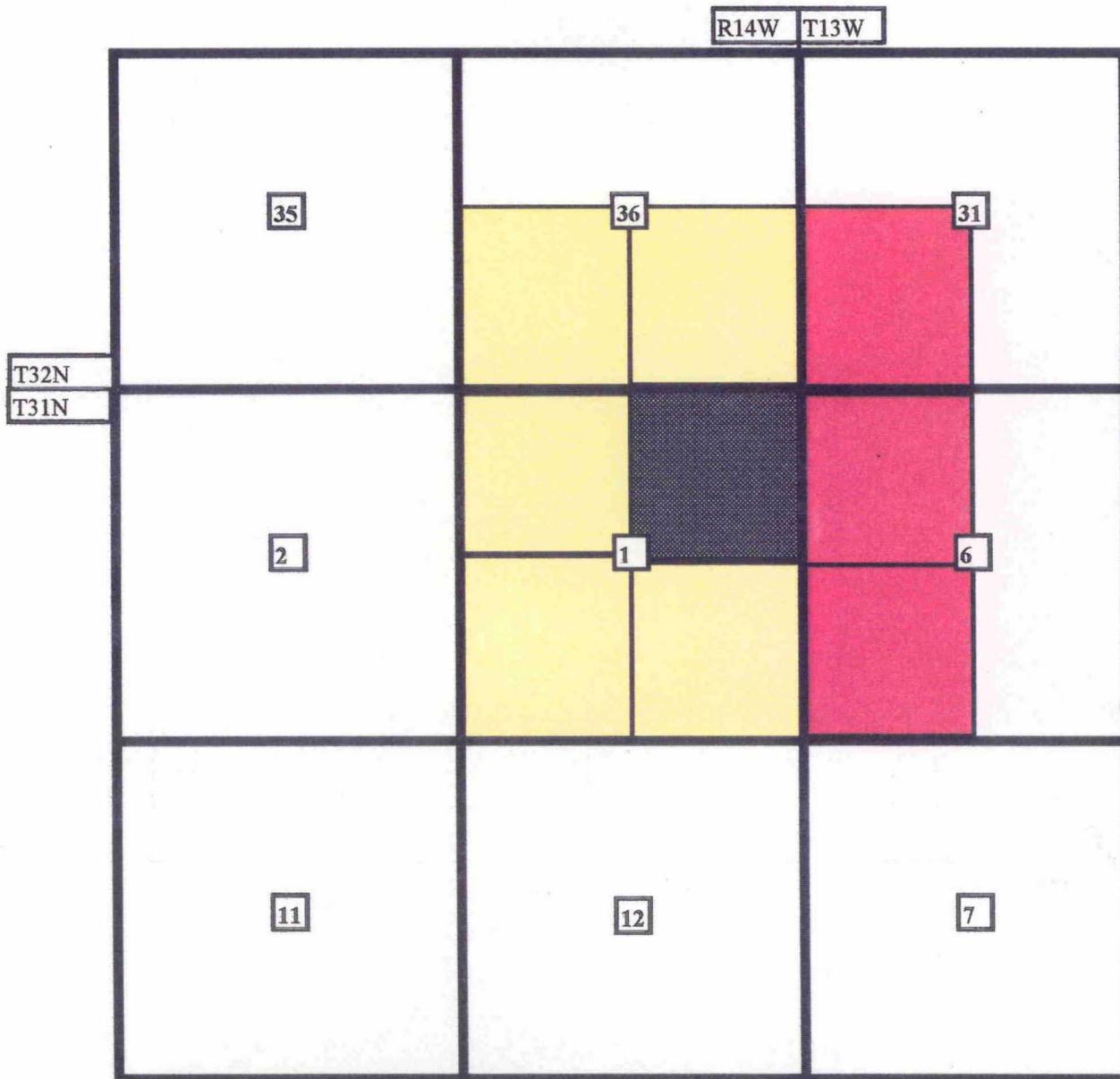
Bill Hawkins

cc: Mr. Jim Lovato
Minerals Staff Chief
Bureau of Land Management
701 Camino Del Rio
Durango, CO 81301

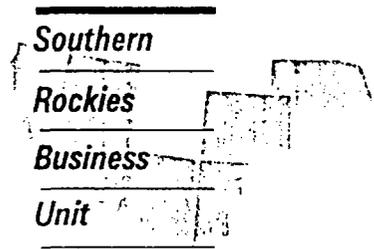
Mr. Craig Canfield, Director
Tribal Energy and Tax Administration
Ute Mountain Ute Tribe
P.O. Box 42
Towaoc, CO 81334

AMOCO PRODUCTION COMPANY OFFSET OPERATOR PLAT

**Ute Indian Well A#26
625' FNL & 2620' FEL
Section 1-T31N-R14W
Ute Dome Dakota Pool**



-  **SPACING UNIT TO BE SIMULTANEOUSLY DEDICATED**
-  **AMOCO PRODUCTION COMPANY**
-  **BENSON-MONTIN-GREER DRILLING CORPORATION**



August 15, 1996

Benson-Montin-Greer Drilling Corporation
501 Airport Drive
Suite 221
Farmington, NM 87401

CERTIFIED - RETURN RECEIPT REQUESTED

**Application for Simultaneous Dedication and Unorthodox Location
Ute Indian Well A#26
625' FNL, 2620' FEL, Section 1-T31N-R14W
Ute Dome Dakota Pool
San Juan County, New Mexico**

Enclosed please find a copy of the referenced application. You are being noticed as an offset operator of the quarter sections offsetting this action.

Should you have questions or wish to discuss this further, do not hesitate to contact me at (303) 830-5344.

Sincerely,

A handwritten signature in black ink, appearing to read "Pamela W. Staley".

Pamela W. Staley
Enclosures

cc:Proration Files
Well Files

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Benson-Montin-Greer Drilling Corporation
 501 Airport Drive
 Suite 221
 Farmington, NM 87401

4a. Article Number

Z 296 867 589

4b. Service Type

- Registered Insured
- Certified COD
- Express Mail Return Receipt for Merchandise

7. Date of Delivery

8-22-96

5. Signature (Addressee)

Kenda J. Hobaugh

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service



3-D Seismic Area

UTE DOME FIELD
Mountain Ute Indian Reservation

3-D Seismic Area

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

State of New Mexico
 Energy, Minerals & Natural Resources Department

Form C-102
 Revised February 21, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		Pool Code		Pool Name	
1183		86720		Ute Dome Dakota	
Property Code		Property Name		Well Number	
1183		UTE INDIANA A		# 26	
OGRID No.		Operator Name		Elevation	
000778		AMOCO PRODUCTION COMPANY		6114	

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Lot 2	1	31 N	14 W		625	NORTH	2620	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

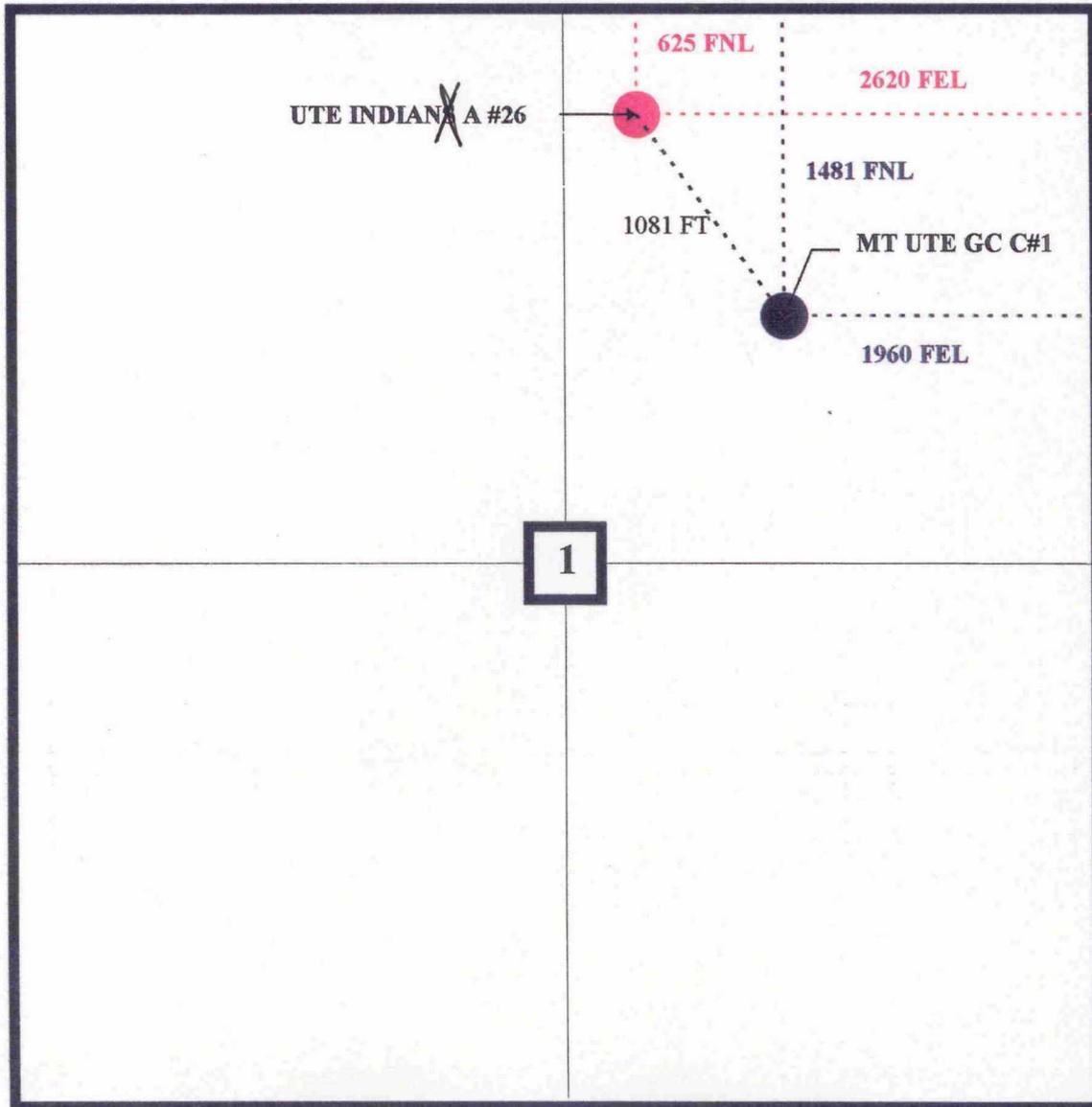
¹² Dedicated Acres	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
160		726.78	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 (3073.12) (4) 40.12 (5) 40.12 (2) 40.11 (1) 52.72 (5) 52.10 1320' 1740.42 2620' 1725.50 1320' 688.14 (85.52)	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature: <i>Patty Haefele</i> Printed Name: Patty Haefele Title: Staff Assistant Date: 8/7/96

AMOCO PRODUCTION COMPANY
WELL LOCATIONS

Proposed Ute Indian A-26
2620'FEL & 625'FNL
LOT 2 Section 1 - T31N- R14W
San Juan County, NM



- SECTION IS 5693' WIDE
- A-26 WELL IS 625' FNL AND 2620' FEL
- DISTANCE BETWEEN WELLS WILL BE 1081'

bmap_ute_dome_62
bmap_ute_dome_62.cgm. for .zgslf05. at .desgf05
23-Aug-1996 10:07



bmap_ute_dome_62
bmap_ute_dome_62.cgm. for .zgslf05. at .desgf05
23-Aug-1996 10:07

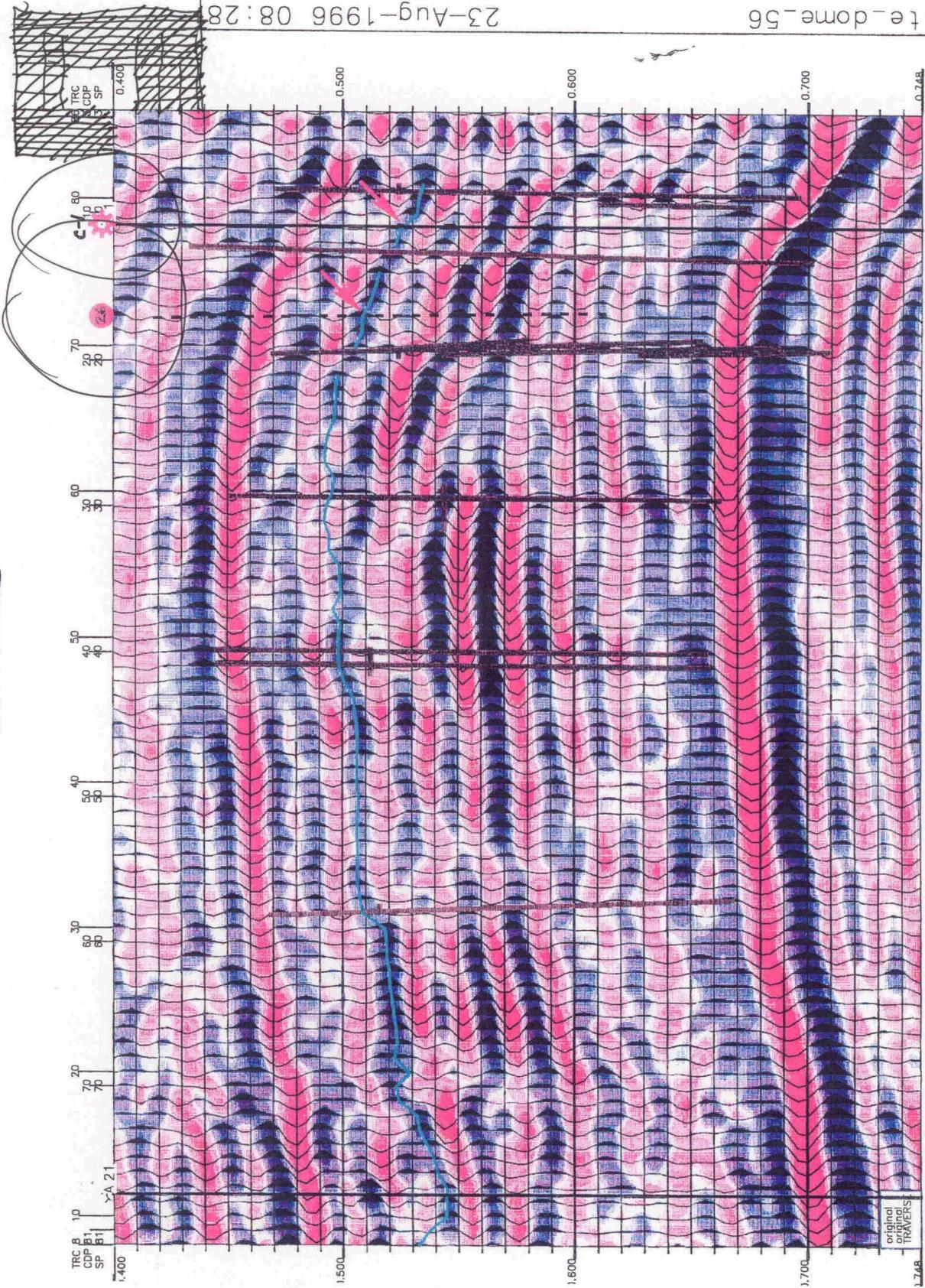
Dakota Piedrivers
Penetrated Dakota

~~"Sealing"~~
~~found~~
~~not~~
~~"Leaking"~~
~~found~~

lute-dome-56

23-Aug-1996 08:28

SE →



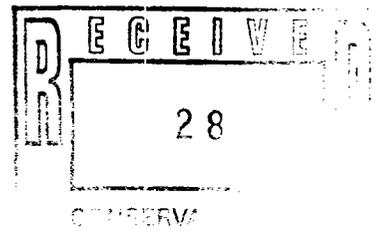
TRANSECT

original
TRAVERS

BEFORE THE

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

OIL CONSERVATION DIVISION



IN THE MATTER OF THE APPLICATION
OF AMOCO PRODUCTION COMPANY
FOR AN UNORTHODOX GAS WELL
LOCATION AND SIMULTANEOUS DEDICATION,
SAN JUAN COUNTY, NEW MEXICO.

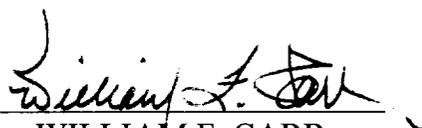
CASE NO. 11605

ENTRY OF APPEARANCE

COMES NOW CAMPBELL, CARR & BERGE, P.A., and hereby enters its
appearance in the above referenced cases on behalf of Amoco Production Company.

Respectfully submitted,

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.

By: 
WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR AMOCO PRODUCTION
COMPANY