

BLACKWOOD & NICHOLS Co., LTD.

P. O. BOX 1237

DURANGO, COLORADO 81301

(303) 247-0728

December 28, 1979

The Oil and Gas Supervisor
United States Geological Survey
P.O. Box 1857
Roswell, New Mexico 88201

Commissioner of Public Lands
State of New Mexico
P.O. Box 1148
Santa Fe, New Mexico 87501

Oil Conservation Division
State of New Mexico
P.O. Box 2088
Santa Fe, New Mexico 87501



Re: Northeast Blanco Unit
No. 1, Sec. 929
San Juan and Rio Arriba
Counties, New Mexico

Gentlemen:

Blackwood & Nichols Co., Ltd., as Unit Operator, on behalf of itself and all owners of oil and gas leases within the Northeast Blanco Unit, hereby submits a Plan of Development of the Mesaverde Formation for the calendar year 1980.

The total number of wells in the Northeast Blanco Unit is as follows:

Mesaverde (Producing)	96
Mesaverde (Awaiting Connection)	4
Mesaverde (Plugged and Abandoned)	7
Dakota-Mesaverde (Dual)	4
Dakota	1
Pictured Cliffs-Fruitland (Awaiting Connection)	5

Total Mesaverde Cumulative Production through October 31, 1979 - 233,838,268 MCF.

Total Dakota Cumulative Production through October 31, 1979 - 4,596,631 MCF

Total Condensate Production through October 31, 1979 - 70,821 Barrels.

Unit Operator proposes to drill the following Mesaverde development wells located in:

TOWNSHIP 31 NORTH, RANGE 7 WEST, SAN JUAN COUNTY, NEW MEXICO

NEBU NO. 47A NW/4, Section 32
NEBU NO. 48A SE/4, Section 32

PLAN OF DEVELOPMENT 1979 - PAGE 2

TOWNSHIP 30 NORTH, RANGE 7 WEST, SAN JUAN COUNTY, NEW MEXICO

NEBU NO. 37A SE/4, Section 6
NEBU NO. 34A SW/4, Section 18

TOWNSHIP 30 NORTH, RANGE 7 WEST, RIO ARriba COUNTY, NEW MEXICO

NEBU NO. 24R SE/4, Section 17
NEBU NO. 13A NW/4, Section 20

Pursuant to Section 17 of the Northeast Blanco Unit Agreement, we believe all Mesaverde Formation well offset obligations have been met. Unit Operator will drill any other wells subsequently deemed necessary or desired by the Unit Operator and the Working Interest Owners.

All acreage within the Northeast Blanco Unit boundaries is now participating in the Mesaverde Formation.

Unit Operator and other owners of Tracts 21A, 47 and 48, drilled and completed five Pictured Cliffs - Fruitland wells in 1979 and as of this date are awaiting pipeline connections. These wells are located in:

TOWNSHIP 31 NORTH, RANGE 7 WEST, SAN JUAN COUNTY, NEW MEXICO

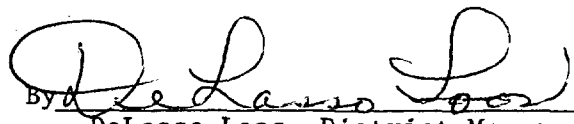
NEBU NO. 201 SW/4, Section 9
NEBU NO. 202 NE/4, Section 11
NEBU NO. 203 NW/4, Section 11
NEBU NO. 204 SW/4, Section 1
NEBU NO. 205 SE/4, Section 10

If this is acceptable, please signify your approval as required under Section 10 of the Unit Agreement, in the space provided on the attached form and return two approved copies to Blackwood & Nichols Co., Ltd.

The effective date of the Plan of Development shall be January 1, 1980.

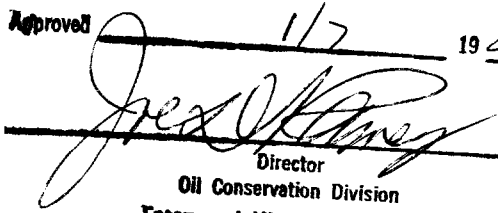
Very truly yours,

BLACKWOOD & NICHOLS CO., LTD.

By 
DeLasso Loos, District Manager

DL:lr

Four copies to each addressee

Approved  11/7 1980
Director
Oil Conservation Division
Energy and Minerals Department

THIS APPROVAL GRANTED SUBJECT TO LIKE APPROVAL
BEING GRANTED BY THE UNITED STATES GEOLOGICAL
SURVEY AND BY THE COMMISSIONER OF PUBLIC LANDS
OF THE STATE OF NEW MEXICO.



United States Department of the Interior

GEOLOGICAL SURVEY

P. O. Box 26124

Albuquerque, New Mexico 87125

JAN 11 1979

Blackwood & Nichols Co., Ltd.
Attention: Mr. DeLasso Loos
P. O. Box 1237
Durango, Colorado 81301

Gentlemen:

The 1979 plan of development submitted for the Northeast Blanco unit area, San Juan and Rio Arriba Counties, New Mexico, was approved on this date subject to like approval by the appropriate State officials.

Such plan proposes the drilling of three development Mesaverde wells. Additionally, three Mesaverde wells will be drilled in the SE $\frac{1}{4}$ sec. 10, T. 31 N., R. 7 W., NW $\frac{1}{4}$ sec. 29 and the SE $\frac{1}{4}$ sec. 21, T. 30 N., R. 7 W., N.M.P.M., as offset obligations to prevent drainage pursuant to Section 17 of the unit agreement.

Two approved copies are enclosed.

Sincerely yours,

(ORIG. SGD.) JAMES W. SUTHERLAND

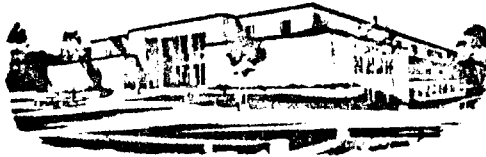
Oil and Gas Supervisor, SRMA

Enclosures (2)

cc:

NMOCD, Santa Fe (1tr. only) ← This Copy for
Com. Pub. Lands, Santa Fe (1tr. only)

State of New Mexico



Commissioner of Public Lands

January 2, 1979

ALEX J. ARMIJO
COMMISSIONER

P. O. Box 1148
SANTA FE, NEW MEXICO

Blackwood & Nichols Co., Ltd.
P. O. Box 1237
Durango, Colorado 81301

70.318

Re: Northeast Blanco Unit
No. 1, Sec. 929
San Juan and Rio Arriba
Counties, New Mexico
1979 PLAN OF DEVELOPMENT

ATTENTION: Mr. DeLasso Loos

Gentlemen:

The Commissioner of Public Lands has this date approved your 1979 Plan of Development for the Northeast Blanco Unit, San Juan and Rio Arriba Counties, New Mexico. Such plan proposes the drilling of two development Mesaverde wells and two additional Mesaverde wells to meet offset obligations. Our approval is subject to like approval by the United States Geological Survey and the New Mexico Oil Conservation Division.

Enclosed are two (2) approved copies for your files.

Your Four (\$4.00) Dollar filing fee has been received.

Very truly yours,

ALEX J. ARMIJO
COMMISSIONER OF PUBLIC LANDS

BY:
RAY D. GRAHAM, Director
Oil and Gas Division

AJA/RDG/s
encls.
cc:

OCD-Santa Fe, New Mexico ✓
USGS-Roswell, New Mexico
USGS-Albuquerque, New Mexico