

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

May 31, 2006

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

ConocoPhillips Company Permian Basin

4001 Penbrook Street

Odessa, Texas 79762

pTDS0-613549697

Attention:

Alva Franco

Regulatory Specialist

Re:

Administrative application to establish a 75.02-acre non-standard gas spacing unit comprising Lot 1 and the NE/4 NW/4 (N/2 NW/4 equivalent) of Section 30, Township 21 South, Range 36 East, Eumont Gas Pool (76480), Lea County, New Mexico for ConocoPhillips Company's existing Lockhart "A-30" Well No. 7 (API No. 30-025-04838), located at an <u>unorthodox</u> gas well location 600 feet from the North line and 660 feet from the West line (Unit 1/Unit D) of Section 30.

Dear Ms. Franco:

As ConocoPhillips Company is acutely aware, the history behind the Eumont Gas Pool is somewhat complicated and that the pool is currently governed under the "Special Pool Rules for the Eumont Gas Pool," as promulgated by Division Order No. R-8170-P, issued in Case No. 12563 on December 14, 2001 (see copy attached).

Your application of May 12, 2006, deemed incomplete, is hereby **denied** and is being returned to you.

Should you have any questions concerning this matter, please contact either ConocoPhillips Company's Senior Regulatory Analyst, Ms. Yolanda Perez at in Houston, Texas at (832) 486-2329 or ConocoPhillips Company's Legal Counsel, Mr. William F. Carr in Santa Fe, New Mexico at (505) 988-4421.

Sincerely,

Michael E. Stogner Staff Engineer

MS/ms

cc:

New Mexico Oil Conservation Division - Hobbs

U. S. Bureau of Land Management - Carlsbad

Ms. Yolanda Perez, Senior Regulatory Analyst - ConocoPhillips Company, Houston

Mr. William F. Carr, Legal Counsel for ConocoPhillips Company – Santa Fe

proso-613549697 Sugar dans 6-2-06

> Permian Basin 4001 Penbrook Street Odessa, TX 79762



May 10, 2006

Mr. Michael Stogner New Mexico Oil Conservation Division 2040 Pacheo Santa Fe, New Mexico 87504

Re: Application for Non-standard Proration Unit

Lockhart A 30 #7

Section 30, T-21-S R-36-E, D

API #30-025-04838

Dear Mr. Stogner,

The Lockhart A 30 #7 is temporarily abandoned in the Eumont oil pool and plans are to recomplete to the Eumont Seven Yates 7 Rivers queen (Pro Gas) pool. The well will need to be reassigned to the prorated Eumont Yates 7 Rivers Queen (Pro Gas) pool (76480). To facilitate this we would like to apply for a creation of a non-standard 80 acre proration unit comprising the N/2 of the NW/4 of Section 30, T-21-S, R-36-E. At 660 FNL and 660 FWL spacing well, the Lockhart A30 #7 well is at a standard location and will be the sole well assigned to the new proration unit. Well number 8 is a plugged and abandoned well.

If there are any further questions concerning this application please call me at (432) 368-1665.

Sincerely,

Alva Franco

Regulatory Specialist

Cc: Oil Conservation Division – Hobbs Bureau of Land Management - Carlsbad 9:000m 5.31.2006

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<u>District I</u>

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATIONDIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

	. •	WI	ELL LC	CATIO	N AND ACR	EAGEDEDIC	ATION PLA	T			
'API Number 30-025-04838			764	'Pool Code 'Pool Name							
Property C	Code	Lockhart A	-30:		³ Property N	Vame			7	Well Number	
'OGRID N 217817	lo.	ConocoPhi	llips Cor	npany	Operator I	Name				' Elevation	
			36	-	¹⁰ Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the		Feet from the	Eas	/West line		County
D	30	21-	21-		600	North	660	West		Lea	
			11 Bo	ottom Ho	le Location I	f Different From	n Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East	t/West line		County
" Dedicated Acres	" Joint or	r Infill "Con	nsolidation (Code " Or	der No.						
80			· .								

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.

1 OPERATOR CERTIFICATION I the who can't just the la information consumed here in two and composes to the best of my bounded and belief, and that gith capturation in the control of the best of my bounded and belief, and that gith containing the proposed bottom hole loader or has a right to dell this well at this location pursuent to a control to the more of that mineral or working interest, or to a voluntary pooling garment or a compulsory pooling order horselfore ownered by shaphetics. ALVA Franco Printed Name 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:	4 4				
working interest or unleased mineral interest in the land including the proposed bostom had bostom or has a right to drill this well at this location pursuant to a contract which an owner of such a mineral or working interest, or to a whichter pooling gargement or a computatory pooling order hereafore entered by the division. Alva Franco Printed Name 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:	16				OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to
proposed bottom hole location or has a right to drill this well at this location pursuent to a contract with an owner of such a mineral or working interest, or to a restrict by the photosis. On to septembly pooling agreement or a compulsory pooling order hereafore entered by the photosis. Alva Franco Printed Name 18 SURVEYOR CERTIFICATION I here by certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:			•		
pursuant to a contract with an owner of such a mineral or working interest, or to a voluniary pooling agreement or a compulsory pooling order hereafore entered by heylicitism. Line John 205/10/2006 Signature 05/10/2006 Printed Name 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:	_		,		working interest or unleased mineral interest in the land including the
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Signature Date Alva Franco Printed Name 18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor:	k		<i>(</i>	'	or to a voluntary pooling agreement or a compulsory pooling order
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Signature and Seal of Professional Surveyor:					· -
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Certificate Number					Signature and Seal of Professional Surveyor:
Certificate Number			·		
Certificate Number					
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Form 3160-5 (April2004)

UNITEDSTATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

5.	Lease	Serial	No.

Lease	Serial	No.
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SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

FORMAPPROVED OM B No. 1004-0137 Expires: March 31, 2007

			-			
SUBMIT IN TRI	PLICATE - Other inst	tructions on reve	rse side.	7. If Unit o	or CA/Agreement, Nam	e and/or No.
1. Type of Well			8. Well Name and No.			
2. Name of Operator		-	Lockhar	t A-30 #7	<u> </u>	
ConocoPhillips Company				9. API Wel	ll No.	
3a. Address	1	3b. PhoneNo. (incli	ide area code)	30-025-04838		
4001 Penbrook St. Odess	sa TX 79762	(432)368-1	665		nd Pool, or Exploratory	
4. Location of Well (Footage, Se	c., T., R., M., or Survey Desc	ription)		Eumont;	; Yates-7 RVRS-0	Queen (Pro (
600 North 660 West UL: D, Sec: 30, T: 21-S, F	36 R: ∕ 81-E	ŧ		11. County Lea	or Parish, State	
12. CHECK AF	PROPRIATE BOX(ES)T	O INDICATE NATU	JRE OF NOTICE, F	EPORT, OR	R OTHER DATA	,
TYPE OF SUBMISSION	<u> </u>		YPEOF ACTION			
	Acidize	Dooner	Production (St	art/Denuma)	Water Shut-Off	
Notice of Intent		Deepen		aiv Resume)		
TV TIONSOOT MICHIE	AlterCasing	FractureTreat	Reclamation		Well Integrity	•
Subsequent Report	Casing Repair	New Construction			Other	
Final Abandonment Notice	Change Plans	Plugand Abandon				·
I Final Abandoliment Notice	Convert to Injection	PlugBack	Water Disposa	l		·
ppg brine (840 gal) to 50 2. MIRU reverse unit. P 6.5#, J-55 workstring. D well clean with 2% KCL	ND wellhead and NU 00 psi and hold for 30 U and RIH with 4 ¾" I orill out CIBP at 3800' water. POOH with cag scraper and drill bit. workstring and RIH wet packer at 3785'+/ t 2 sx sand on RBP.	minutes. bit and 5 ½" casir and clean out asing scraper and RD reverse unit rith a 5 ½" RBP/pa Pressure tes	ng scraper on 2 7 to 4020' circulati drill bit. Stand b acker combo. Se t RBP to 2500 ps	/8", ng ack t i.		
Continued on the				=		
14. I hereby certify that the fore Name (Printed/Typed)	egoing is true and correct	1				
Alva Franco	Λ	Title	Regulatory Sp	ecialist	· · · · · · · · · · · · · · · · · · ·	·
Signature ()	meuro	Date	05/10/2006			·
	THIS SPACE FOR	R FEDERAL OR	STATE OFFICE	USE		
Approved by			Title		Date	
Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applican	al or equitable title to those rigit to conduct operations thereo	hts in the subject lease	Office			
which would entitle the applican Title 18 U.S.C. Section 1001 and T States any false, fictitious or frame				y to make to an	ny department or agency o	f the United

