

SOUTHERN UNION SUPPLY COMPANY
FIDELITY UNION TOWER
DALLAS, TEXAS 75201
February 9, 1975

C. R. Gallagher, Jr., et. al.
Room 8
1603 Broadway
Lubbock, Texas 79401

Re: Re-entry Morrow Test (Delfern Oil
Co. #1-C Lea-State) E/2 Section 18,
T-17-S, R-34-E, Lea County, New
Mexico

Gentlemen:

Southern Union Supply Company proposes to re-enter the subject well and deepen same sufficient to test the Morrow formation and the time in which we are allowed to enter upon same and commence operation is very limited. The location of the old well that we propose to re-enter is situated 660 feet from the south and east lines of Section 18, T-17-S, R-34-E, Lea County, New Mexico

Should this test result as a commercial gas well the spacing will be 320 acres which would be an unorthodox location requiring us to obtain authority from the Oil Conservation Commission of the State of New Mexico to grant an exception to the well location requirements set forth in Section B & C of Commission Rule 104.

Under these conditions, and in accordance with the regulation, we are requesting a waiver from all offset operators prior to requesting Secretary-Director approval.

If you are willing to agree to this waiver as an offset operator, please indicate your concurrence by signing and returning a copy of this letter.

Yours truly,

SOUTHERN UNION SUPPLY COMPANY

(See Plat Attached)

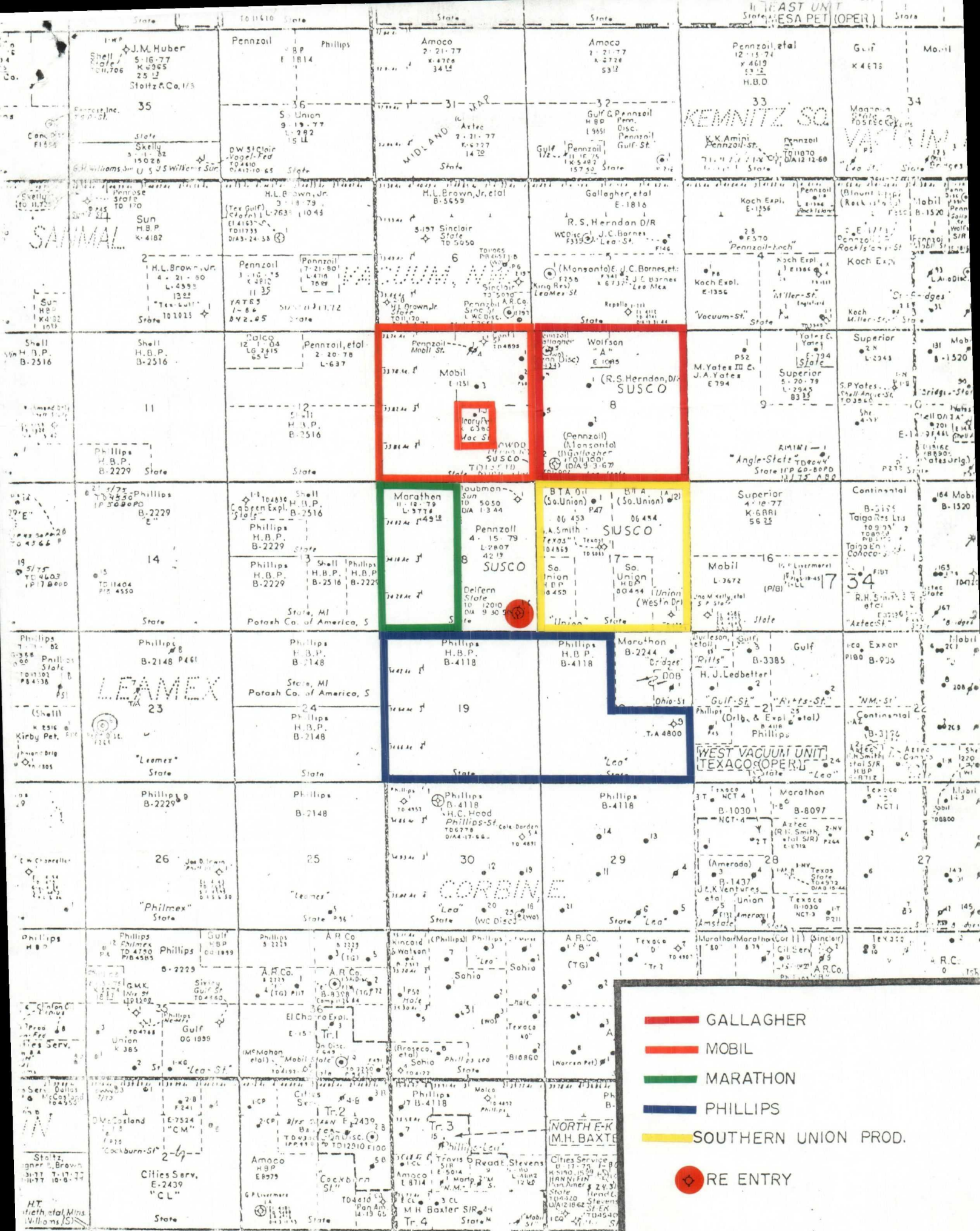
By Roy G. Sharrock
Roy G. Sharrock

ACCEPTED this 13 day of February
1976.

C. R. GALLAGHER, JR.

By
Title

C. R. Gallagher, Jr.
Owner



**SOUTHERN UNION
SUPPLY COMPANY**

February 6, 1976

New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

Attention: Mrs. Carpenter

Re: Well Permit for Re-entry of the
Delfern Oil Company #1-C Lea-State,
old total depth 12,010, E/2 Section
18, T-17-S, R-34-E, Lea County,
New Mexico

Gentlemen:

Find attached, hereto, six executed copies of an Application for Permit to Drill, Deepen or Plug Back, being your form C-101, and also four executed copies of your Well Location and Acreage Dedication Plat, form C-102; each for your consideration and approval. You will note that we propose to re-enter and deepen the old Delfern Oil Company #1-C Lea-State well which is location 660' out of the south-east corner of Section 18, T-17-S, R-34-E, Lea County, New Mexico, which is an unorthodox location if we are successful in completing it as a gas well in the Morrow formation. In as much as we are hopeful that this well will result as a commercial gas well we are in the process of obtaining waivers from all the adjacent leasehold operators as required under Section B & C of Commission Rule 104, and as soon as they have been returned to us we will forward them to you.

It is anticipated that the waivers can be readily obtained since the majority of the owners gave their consent in connection with our re-entry being our Gallagher 8 State well in Section 8, just north of this proposed location and this being the case it is hoped that you can review and approve this request at the earliest possible date.

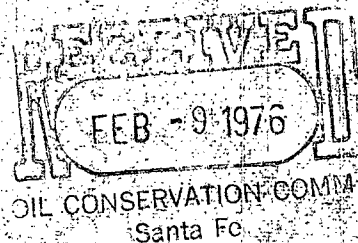
Yours truly,

C. J. Hammond

C. J. Hammond
Landman

CJH:pm
Attachments

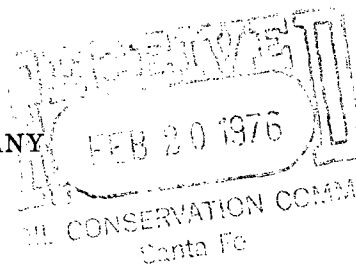
cc: New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501
Attention: Mr. Joe D. Raney



SOUTHERN UNION SUPPLY COMPANY

FIDELITY UNION TOWER
DALLAS, TEXAS 75201

February 17, 1976



NSL-759

Handwritten: Approved for 104 F

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. J. D. Ramey

Re: Well Permit for re-entry of the
Delfern Oil Company #1-C Lea-State.
Old total depth 12,010, E/2 Section
18, T-17-S, R-34-E, Lea County,
New Mexico

Gentlemen:

In my letter dated February 6, regarding the well permit for the subject re-entry I attached the proper copies of your Form C-101 and your Form C-102 for your consideration and approval. By letter dated February 9, Mr. Jerry Sexton, shown to be receiving copy of this letter, advised me that it would be necessary to get waivers from all the surrounding leasehold owners before an allowable could be assigned for a 320 acre spacing gas well, but that he was willing to issue the well permit and withhold the allowable until such time as the required information was furnished.

In line with your requirements we are attaching, hereto, waivers from all the surrounding leasehold owners who are: C. R. Gallagher, Jr., Southern Union Production Company, Marathon Oil Company, Mobil Oil Corporation and Phillips Petroleum Company. Should there be anything further required in this connection please so advise.

Yours truly,

Handwritten signature: C. J. Hammond
C. J. Hammond
Landman

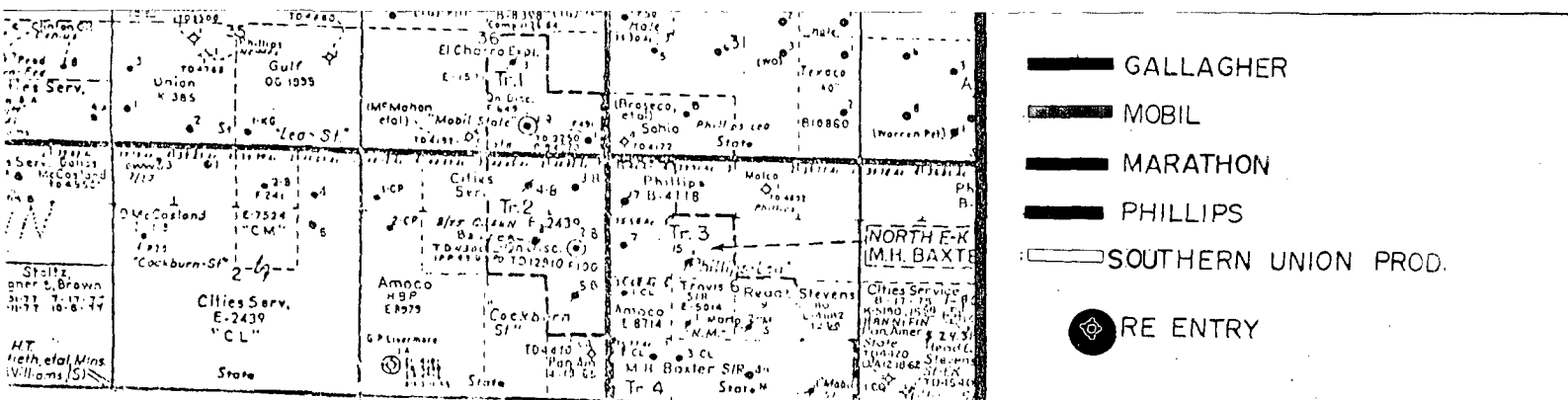
CJH:pm

cc: New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

Attention: Mr. Jerry Sexton
Supervisor, District #1

Handwritten: Well location 660' FSL & 660' FEL

By McCoe T. Forest
Title VICE-PRESIDENT



SOUTHERN UNION SUPPLY COMPANY
FIDELITY UNION TOWER
DALLAS, TEXAS 75201
February 9, 1975

10 10 076
OIL CONSERVATION COMMISSION
State of

Southern Union Production Company
Suite 1700 Campbell Centre
8550 N. Central Expressway
Dallas, Texas 75206

Re: Re-entry Morrow Test (Delfern Oil
Co. #1-C Lea-State) E/2 Section 18,
T-17-S, R-34-E, Lea County, New
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Gentlemen:

Southern Union Supply Company proposes to re-enter the subject well and deepen same sufficient to test the Morrow formation and the time in which we are allowed to enter upon same and commence operation is very limited. The location of the old well that we propose to re-enter is situated 660 feet from the south and east lines of Section 18, T-17-S, R-34-E, Lea County, New Mexico

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Under these conditions, and in accordance with the regulation, we are requesting a waiver from all offset operators prior to requesting Secretary-Director approval.

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Yours truly,

SOUTHERN UNION SUPPLY COMPANY

(See Plat Attached)

By Roy G. Sharrock
Roy G. Sharrock

ACCEPTED this 10 day of February
1976.

SOUTHERN UNION PRODUCTION COMPANY

By Docoe T. Forrest
Title VICE - PRESIDENT

Legend:

- GALLAGHER
- MOBIL
- MARATHON
- PHILLIPS
- SOUTHERN UNION PROD.

RE ENTRY

SOUTHERN UNION SUPPLY COMPANY
FIDELITY UNION TOWER
DALLAS, TEXAS 75201
February 9, 1975

RECEIVED
FEB 11 1976
OIL CONSERVATION COMMISSION

Mobil Oil Corporation
Wall Towers West
Midland, Texas 79701

Re: Re-entry Morrow Test (Delfern Oil
Co. #1-C Lea-State) E/2 Section 18,
T-17-S, R-34-E, Lea County, New
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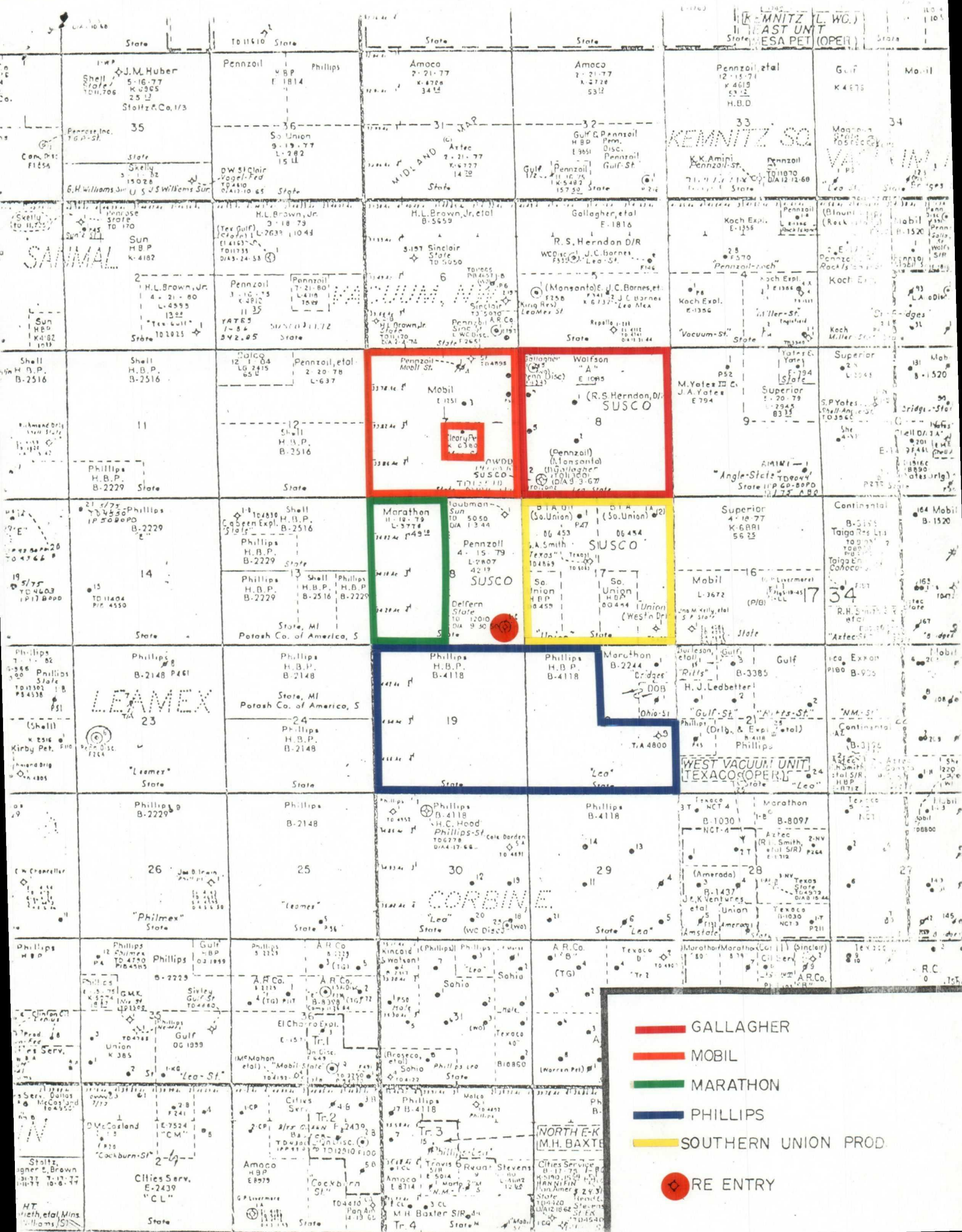
(See Plat Attached)

By Roy G. Sharrock
Roy G. Sharrock

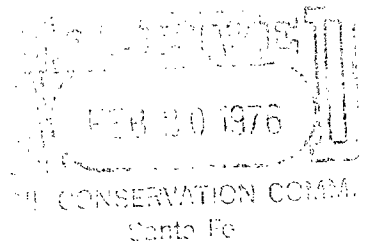
ACCEPTED this 11 day of Feb
1976.

MOBIL OIL CORPORATION

By J. A. Davis
Title AREA OPERATIONS ENGINEER



SOUTHERN UNION SUPPLY COMPANY
FIDELITY UNION TOWER
DALLAS, TEXAS 75201
February 9, 1975



Phillips Petroleum Company
Phillips Building
Odessa, Texas 79761

Re: Re-entry Morrow Test (Delfern Oil
Co. #1-C Lea-State) E/2 Section 18,
T-17-S, R-34-E, Lea County, New
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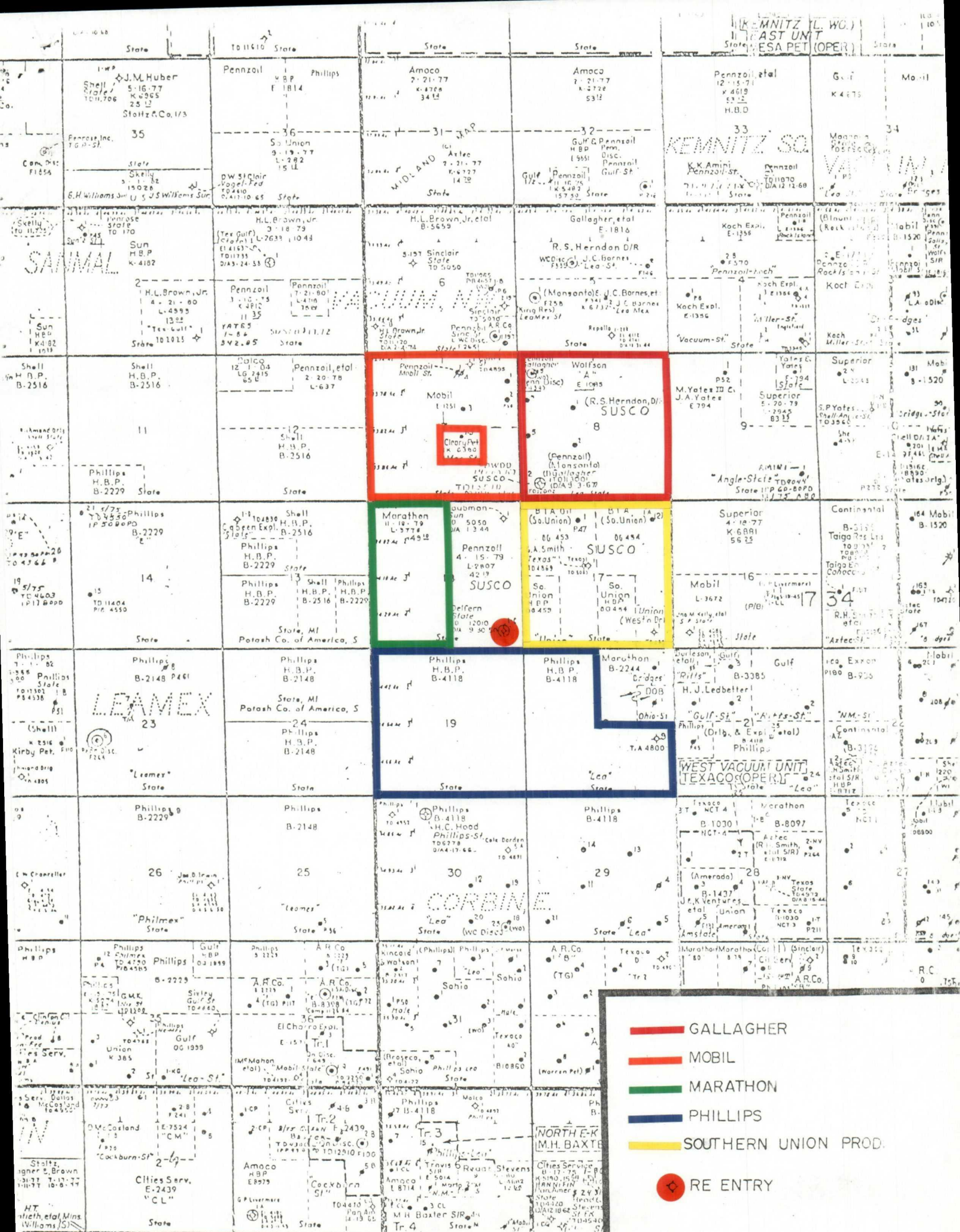
(See Plat Attached)

By Roy G. Sharrock
Roy G. Sharrock

ACCEPTED this 12 day of Febr
1976.

PHILLIPS PETROLEUM COMPANY

By W. B. Taylor
Title
STAFF DIRECTOR



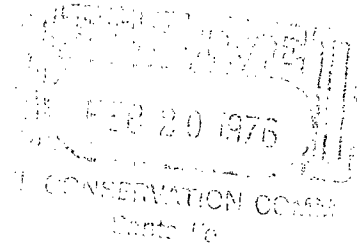
- GALLAGHER
- MOBIL
- MARATHON
- PHILLIPS
- SOUTHERN UNION PROD.
- RE ENTRY

SOUTHERN UNION SUPPLY COMPANY

FIDELITY UNION TOWER

DALLAS, TEXAS 75201

February 9, 1975



Marathon Oil Company
P. O. Box 552
Midland, Texas 79701

Re: Re-entry Morrow Test (Delfern Oil
Co. #1-C Lea-State), E/2 Section 18,
T-17-S, R-34-E, Lea County, New
Mexico

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Yours truly,

SOUTHERN UNION SUPPLY COMPANY

(See Plat Attached)

By Roy G. Sharrock
Roy G. Sharrock

ACCEPTED this 12 day of February
1976.

Marathon Oil Company

By M. E. Weber
Title Dist. Exploration Mgr.

