

# W/2 SW/4 of Section 23, T26S, R37E

.

Texaco Exploration and Production Inc.

100.0000%

# E/2 SW/4 of Section 23, T26S, R37E

Burlington Resources Oil & Gas Company	96.09375% or 76.875 acres
Larry A. Nermyr	1.56250% or 1.250 acres
James E. Burr	1.56250% or 1.250 acres
Ruth Sutton	0.78125% or 0.625 acres

### Proration Unit: SW/4 of Section 23, T26S, R37E

Texaco Exploration and Production Inc.	50.000000%	✓
Burlington Resources Oil & Gas Company	48.046875%	
Larry A. Nermyr	0.781250%	
James E. Burr	0.781250 %	✓
Ruth Sutton	0.390625%	✓

 $\checkmark$  = approved Texaco AFE

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

Case No. <u>11656</u> Exhibit No. <u>2</u>

Submitted by: <u>Texaco Exploration and Production Inc.</u>

Hearing Date: \_\_\_\_ December 19, 1996\_\_\_\_



Texaco Exploration and Production Inc 500 North Loraine Midland TX: 79701 P O Box 3109 Midiand TX: 79702

October 9, 1996

## CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL WORKING INTEREST OWNERS (See Attached Addressee List)

## NM206621 - Rhodes "23" Federal Com. No. 1

Lea County, New Mexico

Ladies and Gentlemen:

Texaco Exploration and Production Inc. (TEPI) proposes the drilling of the captioned horizontal well at a surface location 660' FSL and 1100' FWL of Section 23, T-26-S, R-37-E and a bottom hole location of 1980' FSL and 660' FWL of Section 23, T-26-S, R-37-E. Vertical depth will be approximately 3,200 feet. We anticipate a lateral in Sand 4 of the Middle Yates of approximately 500 feet. We plan an additional lateral in Sand 6 of the Middle Yates of approximately 1400 feet. The proration unit for the well will be the SW/4 of Section 23. TEPI owns the W/2 SW/4 and our records reflect that you are an owner in the E/2 SW/4 as set out in the attachment hereto.

If you would like to join us in the drilling of this well, please execute one original of the attached AFE and return it to me at your earliest convenience. I will then forward an Operating Agreement for your review. If you elect not to join in the drilling of the well, please consider the following options:

- TEPI will purchase your interest for a cash consideration of \$300 per net acre.
- TEPI will purchase a one year term assignment of your interest for \$100 per net acre assuming you can deliver a 75% net revenue interest. You would in turn retain an overriding royalty equal to the difference between 75% and existing burdens.

Please let me hear from you as soon as possible regarding your decision. We anticipate filing a force pooling action with the New Mexico Oil Conservation Division in the very near future.

Please give me a call at (915) 688-4445 if you have any questions.

Very truly yours,

Ronald W. Lanning

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Case No. <u>11656</u> Exhibit No. <u>3</u>

Submitted by: Texaco Exploration and Production Inc.

Hearing Date: December 19, 1996

RWL:

# **ADDRESS LIST**

Ms. Leslyn M. Swierc Burlington Resources Oil & Gas Company P.O. Box 51810 Midland, Texas 79710

Larry A. Nermyr HC-57 Box 4106 Sidney, Montana 59270

James E. Burr 3803 Wedgewood Ct. Midland, Texas 79707

Ruth Sutton 2826 Moss Midland, Texas 79705

### Oil and Gas Leasehold Estate

# W/2 SW/4 of Section 23, T26S, R37E

Texaco Exploration and Production Inc.

100.00000%

## E/2 SW/4 of Section 23, T26S, R37E

Burlington Resources Oil & Gas Company

Larry A. Nermyr

James E. Burr

Ruth Sutton

96.09375% or 76.875 acres
1.56250% or 1.250 acres
1.56250% or 1.250 acres
0.78125% or 0.625 acres

### Proration Unit: SW/4 of Section 23, T26S, R37E

Texaco Exploration and Production Inc.50.00000%Burlington Resources Oil & Gas Company48.046875%Larry A. Nermyr0.781250%James E. Burr0.781250 %Ruth Sutton0.390625%

# **TEXACO EXPLORATION AND PRODUCTION INC.**

DENVER PRODUCING DIVISION

DRILLING/COMPLETION WELL COST ESTIMATE

LEASE NAME & NO.:	Rhodes "23" Federal Com #1		DATE:	10/03/96
FIELD:	Rhodes Yates COUNTY: Lea		WELL CLASS:	Development
AREA:	Hobbs OBJECTIVE HORIZON:	Grayburg/SA	STATE:	New Mexico
	Surface: 660' FSL, 1100' FWL, Section 23, T265		TVD	3200'
LOCATION CALL:	Bottom: 1980' FSL, 660' FWL, Section 23, T265		MD	3332' (Lat 1)
	ESTIMATE #: FRSID #:	, N37E	MD	4336' (Lat 2)
	ESTIMATE #: FRSID #:		<u> </u>	4336 (Lat 2)
	WELL COST DETA			TOTAL
WELL AND LEASE EC		DRY HOLE	COMPLETION	TOTAL
WELL HEAD &	DAYS:	21	5	<u>2</u> €
MISC. EQUIP.	8 5/8" X 5 1/2" x 2 3/8" 3000 psi WP		4.000	7.000
•		\$3,000	4,000	7,000
		\$		
	g	\$0000	<u> </u>	
1,055		\$ 9,000		9,000
3,200		\$	18,000	18,000
		\$		
		\$		
3,100		\$10.000	7,000	7,000
	TOTAL TANGIBLE COSTS	\$ 12,000	29,000	41,000
	C COSTS	<u> </u>		
INTANGIBLE DRILLIN		E	E 000	10.000
60 - Transportation		\$ <u>5,000</u> \$ <u>10,000</u>	5,000	10,000
61 - Roads, Dirt Wor				10,000
62/63/64 - Rig		\$ 100,000	8,000	108,000
65 - Bits		\$ 25,000		25,000
67 - Tx. Sal. Non Rig		\$ 4,000	4,000	8,000
69 - Drill Pipe Rental		\$ 15,000		15,000
70 - Directional Tools		\$ 105,000	·	105,000
71 - Fishing Tools &		\$		
72 - Other Rental & E		\$ 25,000	15,000	40,000
73 - Drlg Mud, Additi		\$ 10,000		10,000
74 - Cement & Ceme	-	\$ 4,000	8,000	12,000
75 - Water		\$ 10,000	5,000	15,000
76 - Fuel		\$3,000		3,000
77 - Coring		\$		
78 - Testing		\$	4,000	4,000
79 - Perforating		\$		
80 - Stimulation	(,,,	\$	30,000	30,000
81 - Electric Logging		\$ 12,000		12,000
82 - Waste Disposal		\$ 3,000		3,000
83 - Damages		\$ 4,000		4,000
89 - Other Drilling Co		\$ 20,000	10,000	30,000
93 - Pollution control		\$		
<u></u>		\$		
		\$		
		\$ 355,000	89,000	444,000
		\$ 367,000	118,000	485,000
ESTIM	ATED PRODUCTION EQUIPMENT COST			\$
	TOTAL COST			\$ 485,000
	DATE		Tawaaa	Tauraa
APPROVAL	DATE		Texaco	Texaco
Drlg. Prepared by	R. Scott Elkington 10/3/96	W&L\$	Gross Int	Gross Int
Drig. Frepared by	A. SCULL EIKINGLUN 10/3/80			
Comp. Brenerd he	P. Soott Elkington 10/2/06	IDC Totala		
Comp. Prepared by	R. Scott Elkington 10/3/96	Totals		
	(3) 10/3-196	Coot- D	a and D	· · · · · · · · · · · · · · · · · · ·
Drlg. Team Leader	10/7/76		n, and Reserves ar	
			day of	
Asst. Div. Manager		CUMPANY:		<u> </u>
Other				
Other	- <u>-</u>	TITLE:	~	

CO-OWNER: The costs listed on this AFE are only estimates. By executing this AFE, you agree that the estimates do not establish any limit on the amount of monies that will be spent by the operator to perform the proposed operations or establish any limit on the amount of monies you will be responsible for paying in conjunction with the proposed operations.



Texaco Exploration and Production Inc

500 North Loraine Midiand TX 79701 P O Box 3109 Midiand TX 79702

November 21, 1996

Ms. Leslyn M. Swierc Burlington Resources Oil & Gas Company P.O. Box 51810 Midland, Texas 79710

### NM206621 - Rhodes '23' Fed. Com. No. 1 Well

Lea County, New Mexico SW/4 Section 23, T26S, R37E

Dear Leslyn:

We have reviewed your November 19, 1996 letter regarding our proposal to drill the captioned well and your counter proposal. We have the following comments:

- Meridian Oil Inc., your predecessor in title, acquired its interest in this proration unit effective April 1, 1996 in conveyances from Doyle Hartman, et al. At that time, the acreage was subject to an Operating Agreement dated April 1, 1996 between Doyle Hartman, as Operator, and Texaco Exploration and Production Inc., et al, as Non-Operators. The agreement provided for the drilling of the Dublin Rhodes Fed. Com. with a commencement date on or before August 1, 1996. This well was never drilled by Hartman or Meridian and the Operating Agreement is no longer in effect.
- We met with you and other representatives from Burlington on August 14, 1996 regarding the drilling of a well(s) in this proration unit. At that meeting and in a subsequent telephone call we agreed to give Burlington until September 13, 1996 to propose the drilling of one horizontal or two vertical wells in the proration unit. We never heard from you regarding a proposal.
- We then proceeded with our own plans and proposed the captioned well to you and the other working interest owners on October 9, 1996.
- If Burlington does not wish to join us in the drilling of this well, we are still interested in acquiring your interest as set out in our letter of October 9, 1996. If these options are not acceptable, we will discuss any other type of trade with you.

Texaco has been attempting to get a well drilled on this acreage since August of 1995. We have given you and your predecessors in title numerous opportunities to drill and operate a well on this

Leslyn M. Swierc Burlington Resources Oil & Gas Company November 21, 1996 Page 2

acreage. We now intend to proceed as necessary with our plans to drill and operate the captioned well.

Sincerely,

Ronald W. Lanning

RWL:

cc: William F. Carr

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

Case No. <u>11656</u> Exhibit No. <u>4</u>

Submitted by: <u>Texaco Exploration and Production Inc.</u>

Hearing Date: December 19, 1996

# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

IN THE MATTER OF THE APPLICATION OF TEXACO EXPLORATION AND PRODUCTION INC. FOR COMPULSORY POOLING, A HIGH ANGLE/HORIZONTAL DIRECTIONAL DRILLING PILOT PROJECT, AND SPECIAL POOL RULES AND AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. 11656

### <u>AFFIDAVIT</u>

STATE OF NEW MEXICO	)
	) ss.
COUNTY OF SANTA FE	)

William F. Carr, attorney in fact and authorized representative of Texaco Exploration and Production Inc., the Applicant herein, being first duly sworn, upon oath, states that in accordance with the notice provisions of Rule 1207 of the New Mexico Oil Conservation Division the Applicant has attempted to find the correct addresses of all interested persons entitled to receive notice of this application and that notice has been given at the addresses shown on Exhibit "A" attached hereto as provided in Rule 1207.

William F. Carr

SUBSCRIBED AND SWORN to before me this 18th day of December, 1996.

Notary Public

My Commission Expires: \_

# **EXHIBIT A**

James E. Burr 3803 Wedgewood Ct. Midland, TX 79707

Ruth Sutton 2826 Moss Midland, TX 79705

Larry A. Nermyr HC-57 Box 4106 Sidney, Montana 59270

Ms Leslyn M. Swierc Burlington Resources Oil & Gas Company Post Office Box 51810 Midland, TX 79710

Burlington Resources Oil & Gas Company Post Office Box 51810 Midland, TX 79710

PermOK Oil, Inc. 4050 Pennsylvania, Suite 340 Kansas City, Missouri 64111

Wood, McShane and Thams Post Office Box 968 Monahans, TX 79756

Vista Resources Partners, L.P. 415 West Wall Suite 1620 Midland, TX 79701

Bureau of Land Management Post Office Box 27115 Santa Fe, New Mexico 87502

# BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Case No. <u>11656</u> Exhibit No. <u>5</u>

Submitted by: <u>Texaco Exploration and Production Inc.</u>

Hearing Date: December 19, 1996

### **8** SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN

MICHAEL H. FELDÉWERT TANYA M. TRUJILLO PAUL R. OWEN JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 31, 1996

JACK M. CAMPBELL OF COUNSEL

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

James E. Burr 3803 Wedgewood Ct. Midland, TX 79707

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Dear Mr. Burr:

This letter is to advise you that Texaco Exploration and Production Inc. has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Yates formation, in and under the SW/4 of Section 23, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Texaco Exploration and Production Inc. proposes to dedicate the referenced pooled unit as a project area to its Rhodes "23" Fed Com No. 1 Well, which will be directionally drilled in a northwesterly direction as two high angle laterals in the Yates formation, Rhodes Yates-Seven Rivers Gas Pool, from an unorthodox surface location 660 feet from the South line and 1100 feet from the West line of said Section 23.

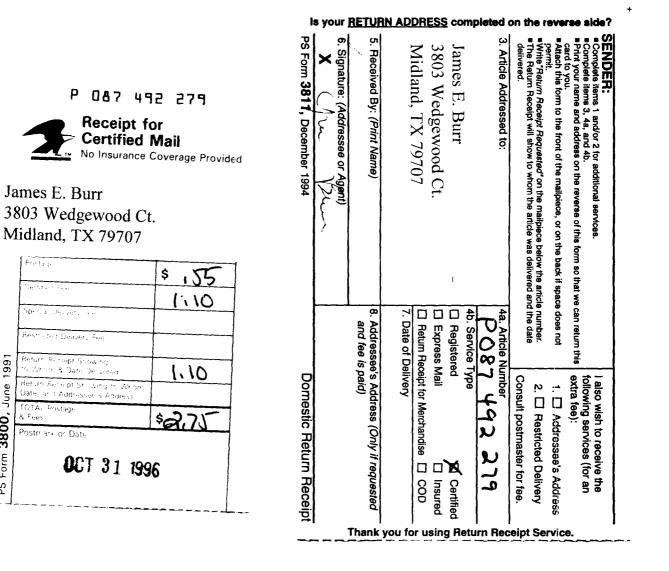
James E. Burr October 31, 1996 Page 2

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

Junjillo

WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



Res

Return

PS Form **3800,** June 1991

### & SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN

JACK M. CAMPBELL

### OF COUNS **CERTIFIED MAIL RETURN RECEIPT REOUESTED**

JEFFERSON PLACE SUITE 1 - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

**Ruth Sutton** 2826 Moss Midland, TX 79705

> Amended Application of Texaco Exploration and Production Inc. for Re: compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

October 31, 1996

Dear Ms Sutton:

This letter is to advise you that Texaco Exploration and Production Inc. has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Yates formation, in and under the SW/4 of Section 23, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Texaco Exploration and Production Inc. proposes to dedicate the referenced pooled unit as a project area to its Rhodes "23" Fed Com No. 1 Well, which will be directionally drilled in a northwesterly direction as two high angle laterals in the Yates formation, Rhodes Yates-Seven Rivers Gas Pool, from an unorthodox surface location 660 feet from the South line and 1100 feet from the West line of said Section 23.

Ruth Sutton October 31, 1996 Page 2

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Very truly yours,

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WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



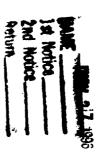
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Ruth Sutton 2826 Moss Midland, TX 79705

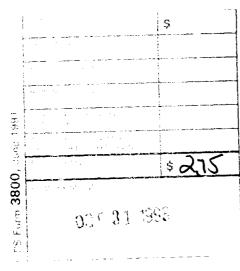


P 087 492 280 Receipt for



Receipt for Certified Mail No insurance Coverage Provided

Ruth Sutton 2826 Moss Midland, TX 79705





#### **8** SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN

> JACK M. CAMPBELL OF COUNSEL

**RETURN RECEIPT REOUESTED** 

**CERTIFIED MAIL** 

JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 31, 1996

Larry A. Nermyr HC-57 Box 4106 Sidney, Montana 59270

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Dear Mr. Nermyr:

This letter is to advise you that Texaco Exploration and Production Inc. has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Yates formation, in and under the SW/4 of Section 23, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Texaco Exploration and Production Inc. proposes to dedicate the referenced pooled unit as a project area to its Rhodes "23" Fed Com No. 1 Well, which will be directionally drilled in a northwesterly direction as two high angle laterals in the Yates formation, Rhodes Yates-Seven Rivers Gas Pool, from an unorthodox surface location 660 feet from the South line and 1100 feet from the West line of said Section 23.

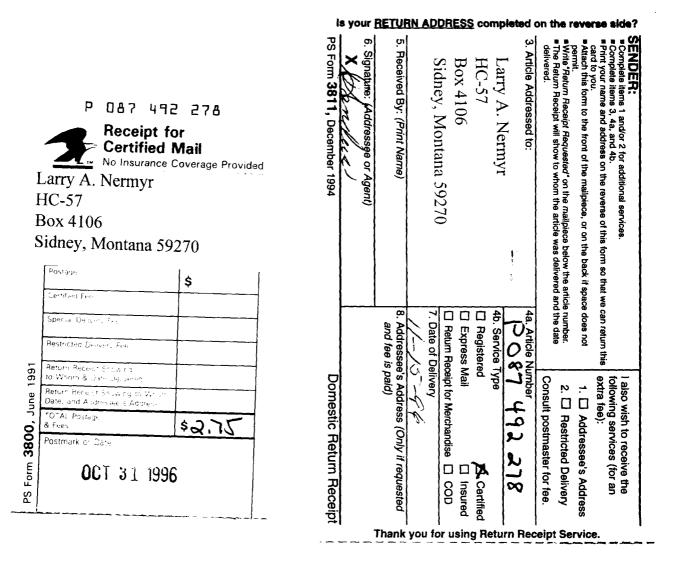
Larry A. Nermyr October 31, 1996 Page 2

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Very truly yours,

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WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



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

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F CARR BRADFORD C. BERGE MARK F SHERIDAN

MIGHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN JACK M. CAMPBELL

OF COUNSEL

JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE. (505) 988-4421 OQ6 TELECOPIER: (505) 983-6043

October 31, 1996

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

Ms Leslyn M. Swierc Burlington Resources Oil & Gas Company Post Office Box 51810 Midland, TX 79710

> Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Dear Ms Swierc:

This letter is to advise you that Texaco Exploration and Production Inc. has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Yates formation, in and under the SW/4 of Section 23, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Texaco Exploration and Production Inc. proposes to dedicate the referenced pooled unit as a project area to its Rhodes "23" Fed Com No. 1 Well, which will be directionally drilled in a northwesterly direction as two high angle laterals in the Yates formation, Rhodes Yates-Seven Rivers Gas Pool, from an unorthodox surface location 660 feet from the South line and 1100 feet from the West line of said Section 23.

Ms Leslyn M. Swierc Burlington Resources Oil & Gas Company October 31, 1996 Page 2

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Very truly yours,

injelo

WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning

S Form 381	5. Received By: (Print Name) 6. Signature: (Addressee or Agent)	Midland, TX 79710	Post Office Box 51810	Oil & Gas Company	<b>Burlington Resources</b>	Ms Leslyn M. Swierc	3. Article Addressed to:	delivered.	<ul> <li>Write "Flatum Receipt Requested" on the mailpiece below the article number.</li> <li>The Return Receipt will show to whom the article was delivered and the date</li> </ul>	attach this form to the front of the mailpiece, or on the back if space does not permit.	SENDEH: Complete items 1 and/or 2 for additional services. Complete items 3, 4a, and 4b. Print your name and address on the reverse of this form so that we can return this card to you:
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2									below the artic ras delivered a	the back if spa	form so that w
	8. Addresse and fee is	7. Date of D	Retum Re		Register		4a. Article N		cle number. Ind the date	tce does not	ve can return this
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PS Form 3800, June 1991

#### & SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 31, 1996

JACK M. CAMPBELL OF COUNSEL

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

Burlington Resources Oil & Gas Company Post Office Box 51810 Midland, TX 79710

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Gentlemen:

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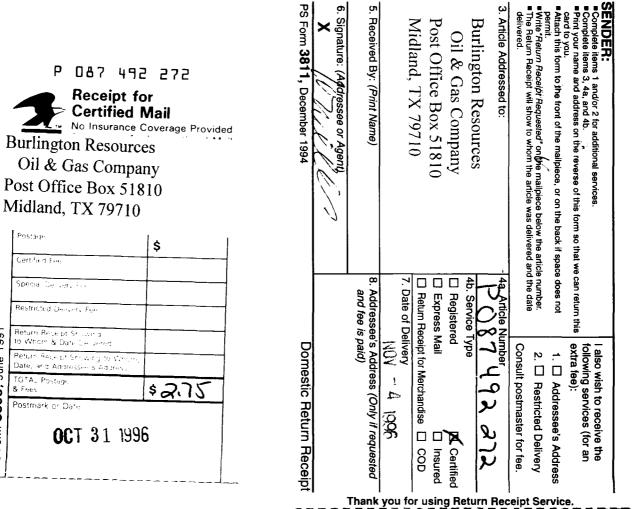
Burlington Resources Oil & Gas Company October 31, 1996 Page 2

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Very truly yours,

Olo

WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



Is your <u>RETURN ADDRESS</u> completed on the reverse side?

Oil & Gas Company

**Burlington Resources** 

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Post Office Box 51810

PS Form **3800,** June 1991

#### **8 SHERIDAN**, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F CARR BRADFORD C. BERGE MARK F SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN JEFFERSON PLACE SUITE 1 - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (\$05) 988-4421 TELECOPIER: (\$05) 983-6043

October 31, 1996

JACK M. CAMPBELL OF COUNSEL

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

PermOK Oil, Inc. 4050 Pennsylvania, Suite 340 Kansas City, Missouri 64111

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Gentlemen:

This letter is to advise you that Texaco Exploration and Production Inc. has filed the enclosed amended application with the New Mexico Oil Conservation Division seeking the force pooling of certain mineral interests in all formations from the surface to the base of the Yates formation, in and under the SW/4 of Section 23, Township 26 South, Range 37 East, N.M.P.M., Lea County, New Mexico. Texaco Exploration and Production Inc. proposes to dedicate the referenced pooled unit as a project area to its Rhodes "23" Fed Com No. 1 Well, which will be directionally drilled in a northwesterly direction as two high angle laterals in the Yates formation, Rhodes Yates-Seven Rivers Gas Pool, from an unorthodox surface location 660 feet from the South line and 1100 feet from the West line of said Section 23.

PermOK Oil, Inc. October 31, 1996 Page 2

Parties appearing in cases have been requested by the Division (Memorandum 2-90) to file a Prehearing Statement substantially in the form prescribed by the Division. Prehearing statements should be filed by 4:00 o'clock p.m. on the Friday before a scheduled hearing.

Very truly yours,

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WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning P 087 492 273

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PermOK Oil, Inc. 4050 Pennsylvania, Suite 340 Kansas City, Missouri 64111

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#### **8** SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 31, 1996

#### JACK M. CAMPBELL OF COUNSEL CERTIFIED MAIL RETURN RECEIPT REQUESTED

Wood, McShane and Thams Post Office Box 968 Monahans, TX 79756

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Gentlemen:

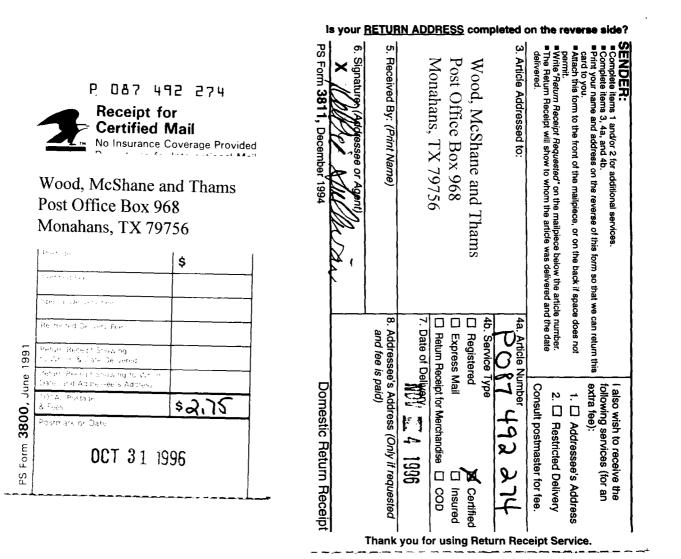
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Wood, McShane and Thams October 31, 1996 Page 2

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Very truly yours,

WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



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LAWYERS

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October 31, 1996

JACK M CAMPBELL OF COUNSEL

## <u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

Vista Resources Partners, L.P. 415 West Wall Suite 1620 Midland, TX 79701

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Gentlemen:

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This matter has been set for hearing before a Division Examiner on November 21, 1996. You are not required to attend this hearing, but as an owner of an interest that may be affected by the order entered in this case, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

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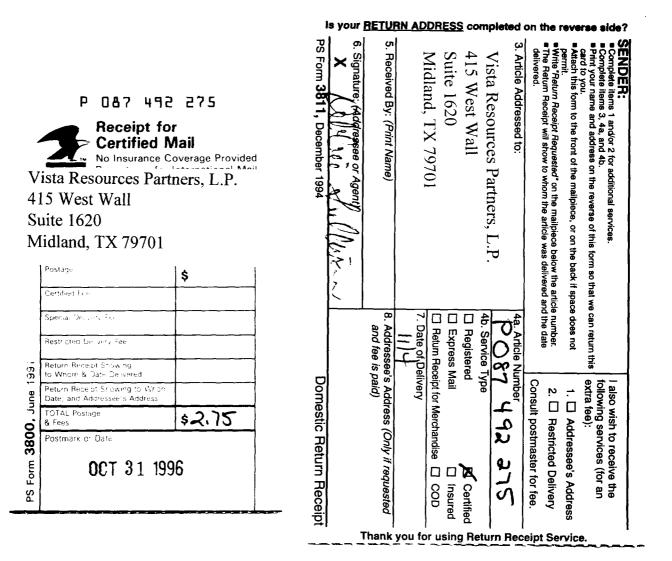
Vista Resources Partners, L.P. October 31, 1996 Page 2

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Very truly yours,

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WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



#### 8 SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL WILLIAM F. CARR BRADFORD C. BERGE MARK F. SHERIDAN

MICHAEL H. FELDEWERT TANYA M. TRUJILLO PAUL R. OWEN

JACK M. CAMPBELL

**RETURN RECEIPT REOUESTED** 

**CERTIFIED MAIL** 

JEFFERSON PLACE SUITE I - 110 NORTH GUADALUPE POST OFFICE BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE: (505) 988-4421 TELECOPIER: (505) 983-6043

October 31, 1996

Bureau of Land Management Post Office Box 27115 Santa Fe, New Mexico 87502

Re: Amended Application of Texaco Exploration and Production Inc. for compulsory pooling, an unorthodox surface location and directional drilling, Lea County, New Mexico

Gentlemen:

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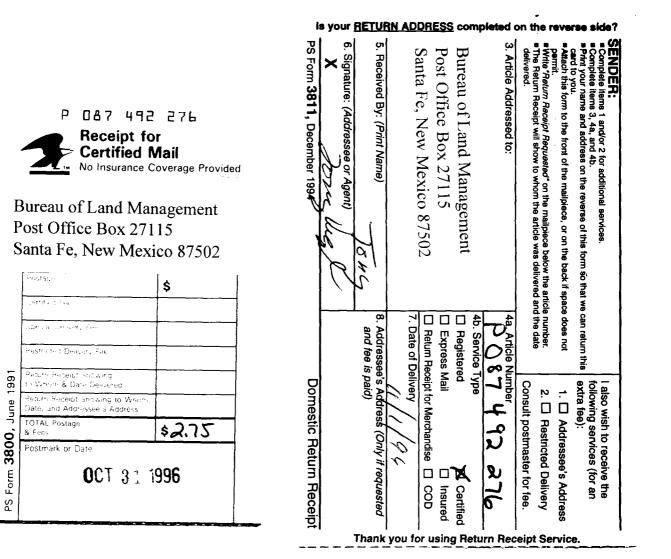
Bureau of Land Management October 31, 1996 Page 2

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Very truly yours,

n Tuijelo

WILLIAM F. CARR ATTORNEY FOR TEXACO EXPLORATION AND PRODUCTION INC. WFC:mlh Enc. cc: Ronald W. Lanning



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# **TYPE LOG**

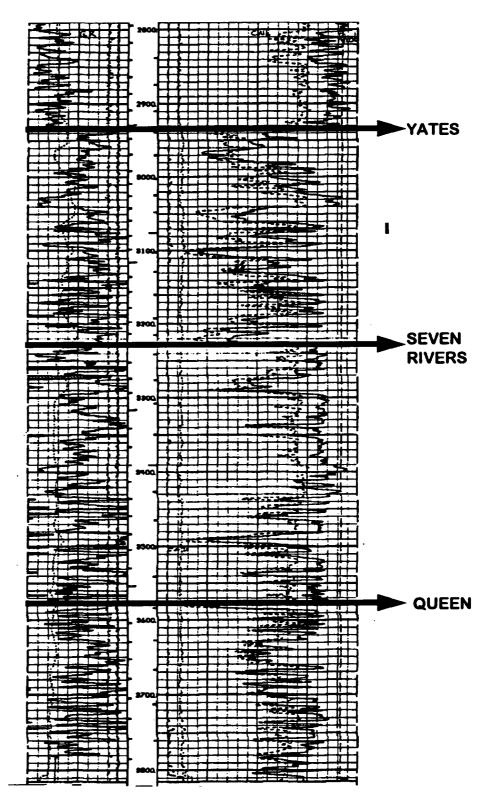
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# **RHODES YATES SEVEN RIVERS (GAS) POOL**

# MERIDIAN OIL INC.

# **MOBERLY RHODES WATERFLOOD NO. 2**

# **SECTION 21, T25S, R37E**

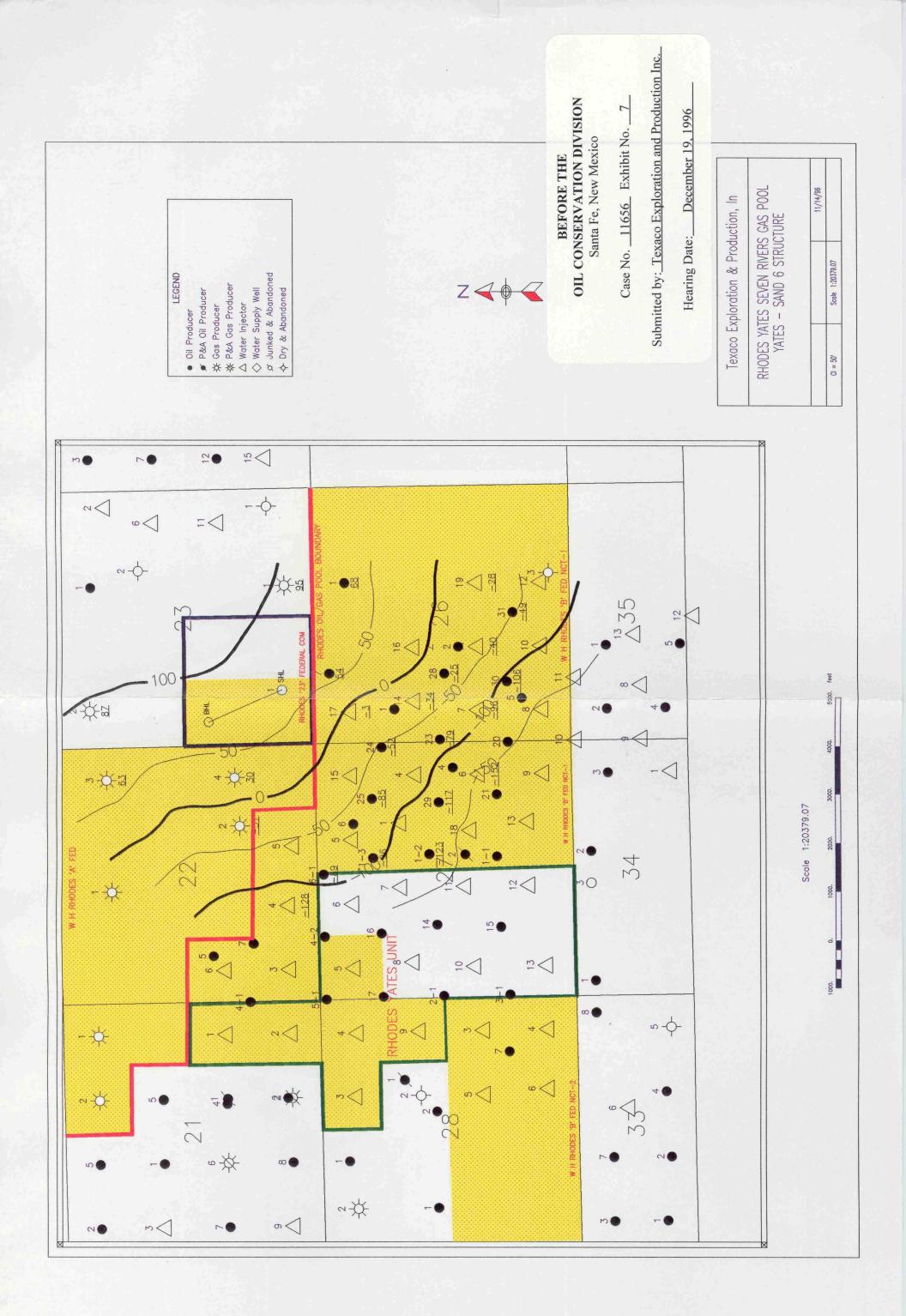


# **BEFORE THE** OIL CONSERVATION DIVISION Santa Fe, New Mexico

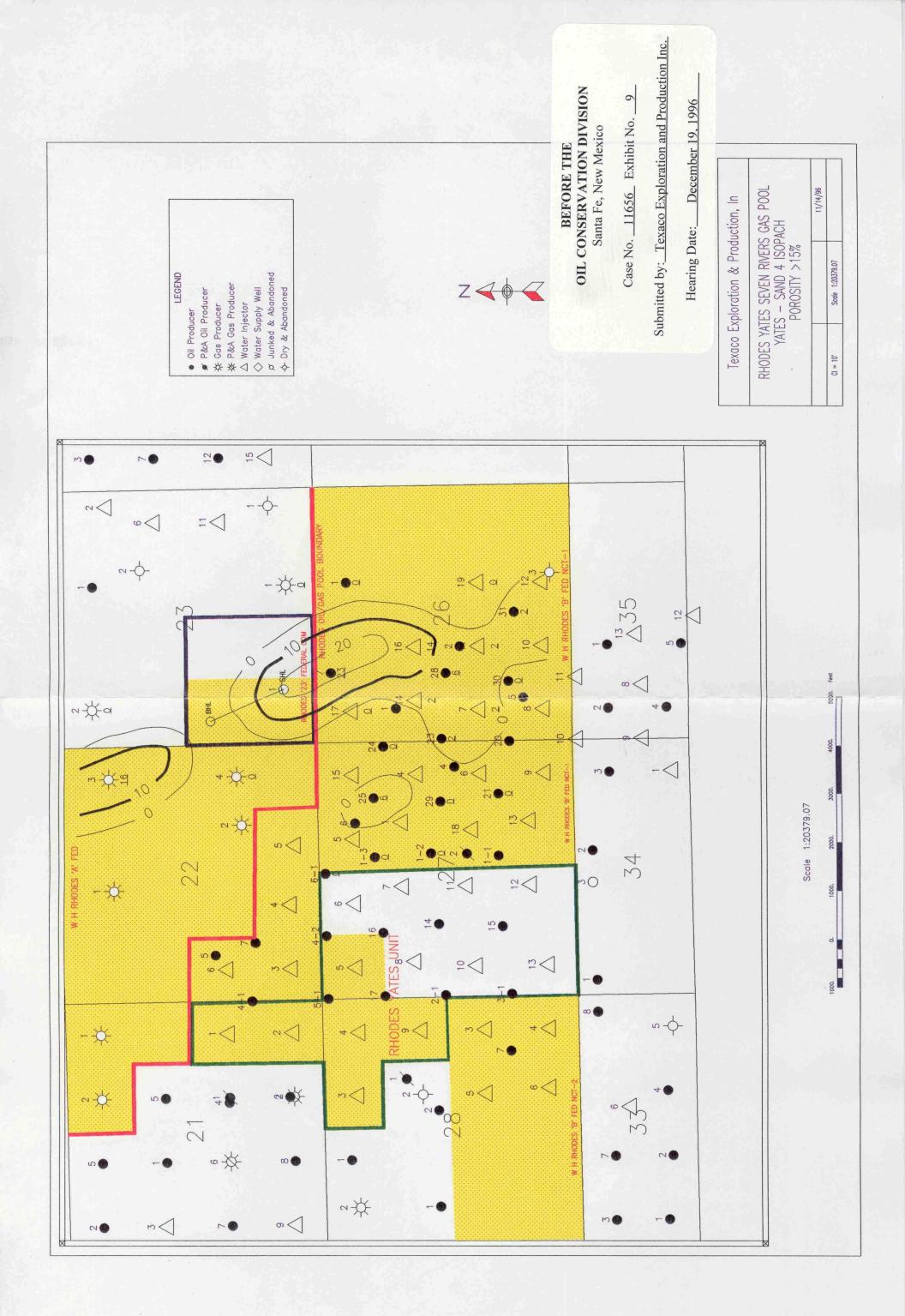
Case No. <u>11656</u> Exhibit No. <u>6</u>

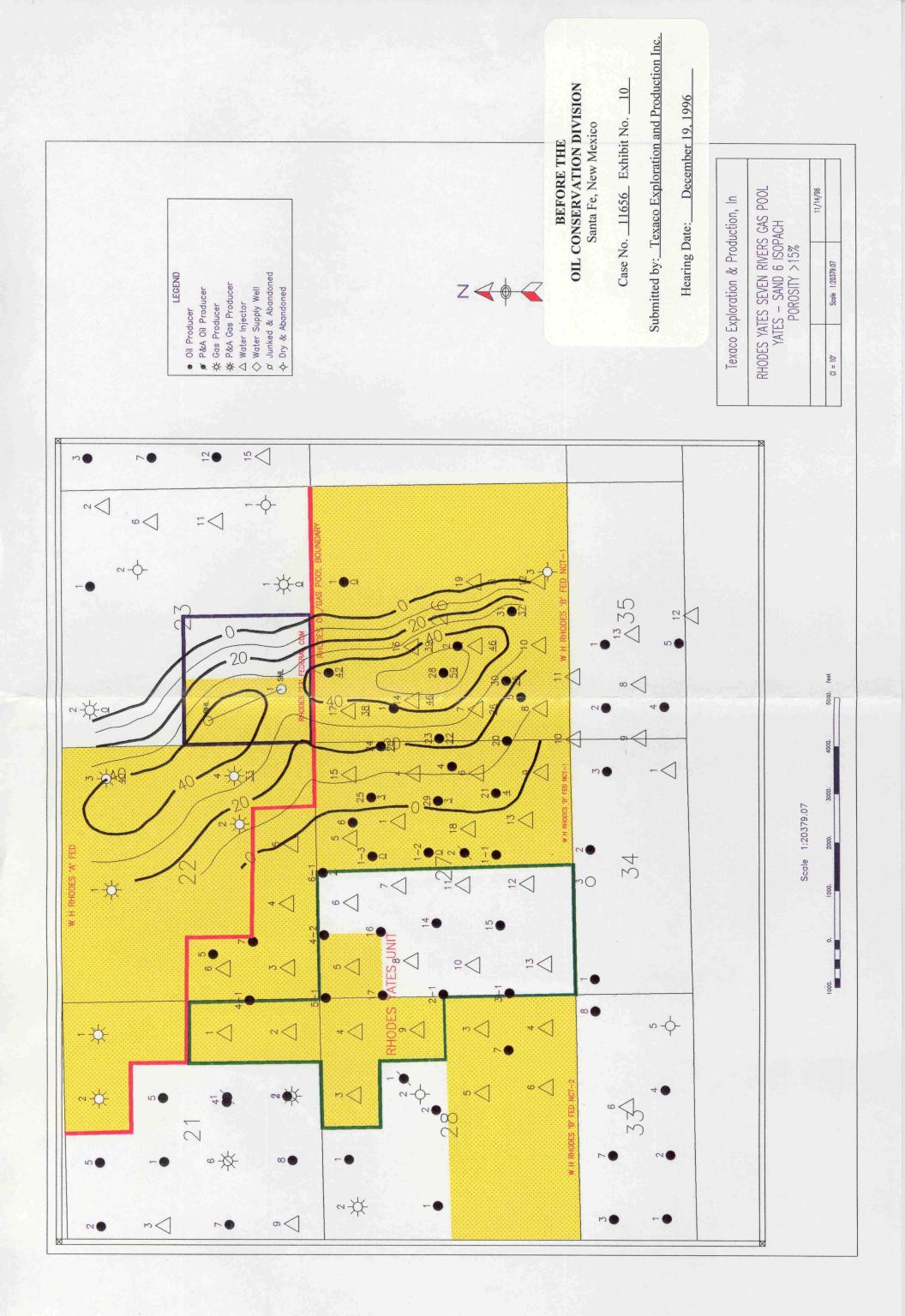
Submitted by: <u>Texaco Exploration and Production Inc.</u>

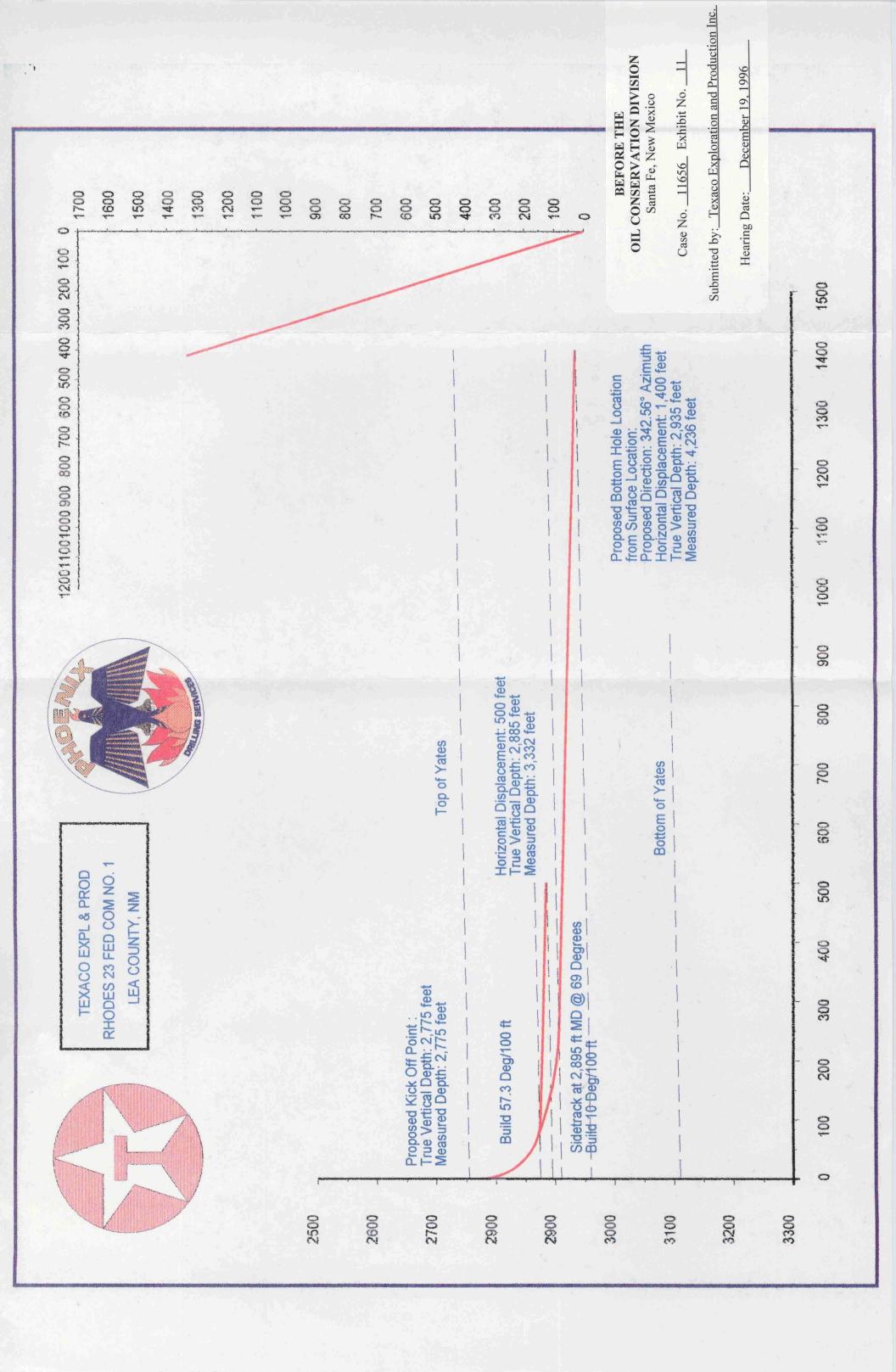
Hearing Date: December 19, 1996



LARGE FORMAT EXHIBIT HAS BEEN REMOVED AND IS LOCATED IN THE NEXT FILE







DISTRICT 1 P. O. Box 1980, Hobbs, NM 88240 DISTRICT II P. O. Drawer DD, Artesio, NM 88210 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV P. O. Box 2088, Santa Fe, NM 87504-2088 State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

PO Box 2088 Santa Fe, NM 87504-2088 Form C-102 Revised February 10, 1994 Instructions on back

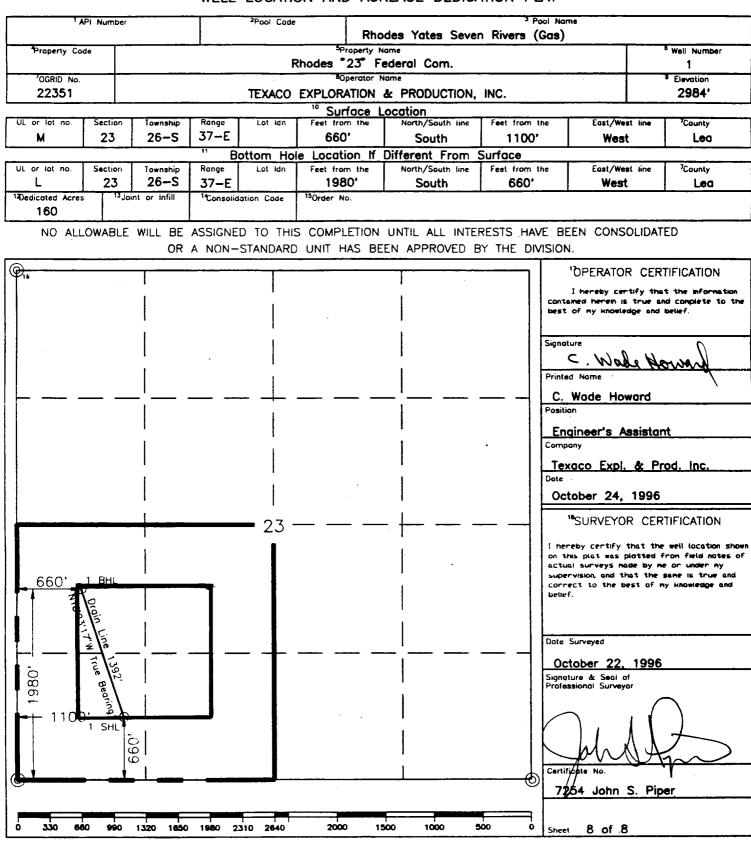
Submit to Appropriate District Office

State Lease-4 copies

Fee Lease-3 copies

# WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT



○ = Staked Location ● = Producing Well → Injection Well ◇ = Water Supply Well ◆ = Plugged & Abandon Well
 ○ = Found Section Corner, 2 or 5" Iron Pipe & GLO B.C.
 ○ = Found /4 Section Corner, 1" Iron Pipe & GLO B.C.

State Plane Coord	inates			
Northing 374251.84	1 (SHL) 375567.824 (BHL)	Ecenting 911575.392 (SH	L) 911121.706 (BHL)	
Latitude 32°01'2	23.777" (SHL) 32°01'36.848" (BHL)	Longitude 103°08'19.348"	(SHL) 103°08'24.449" (BHL)	
Zone	North American Datum	Combined Grid Factor	Coordinate File	
East	1983	0.9999245	Rhodes.CR5	
Drawing File		Field Book		
RH23Fed1.dwg		Lea County 15, Pa. 74		

ADDITIONAL INFORMATION ON THE LOCATION

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

Case No. <u>11656</u> Exhibit No. <u>12</u>

Submitted by: <u>Texaco Exploration and Production Inc.</u>

Hearing Date: December 19, 1996