ANADARKO PETROLEUM CORP. HARVARD #1 EQUIPMENT HISTORY

- 1 Initial completion, install American D-160 w/1-1/2" insert pump.
- (2) Well not pumping down, change pump to 1-3/4" insert.
- (3) Well not pumping down, change pump to 2" insert.
- Well beginning to pump down, pump gas locking, add gas anchor and lower pump below perforations.
- 5 Install American D-320 w/2-1/4" tubing pump to further reduce fluid level.
- 6 Install Mark II D-456 w/2-1/4" tubing pump to further reduce fluid level.

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

Avadarko EMHIDIT NO. 5

CASE NO. 9137

FOSTER SAN ANDRES FIELD HARVARD #1 1986 & 1987 PRODUCTION TOTALS

MONTH	OIL (BBL)	GAS (MCF)	GAS ALLOW. (MCF)	OVER PROD/CUM (MCF)	DAYS PROD
July 1986	730	10,960	12,400	0/0	31
Aug.	673	11,418	12,400	0/0	31
Sept.	990	12,430	12,000	430/430	30
Oct.	558	11,411	12,400	0/0	28
Nov.	655	11,538	12,000	0/0	28
Dec.	742	13,760	12,400	1360/1360	31
Jan. 1987	420	13,136	12,400	736/2096	17
Feb.	991	13,779	11,200	2579/4675	28
Mar.	1049	16,855	12,400	4455/9130	28
April	1217	20,495	12,000	8495/17,625	30

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION
Avadarko EXHIBIT NO. 6

CASE NO. 9137

TEXAS AMERICAN OIL CORPORATION

300 WEST WALL, SUITE 400 MIDLAND, TEXAS 79701 915-683-4811

May 18, 1987

State of New Mexico
Department of Energy and Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 85701

Re: Application for Amendment of the Special Rules and Regulations of the Foster-San Andres Pool Lea County, New Mexico

Gentlemen:

Texas American Oil Corporation, an operator in the referenced pool, supports the application submitted by Anadarko Petroleum Corporation to increase the gas-oil ratio limitation to 10,000 cubic feet of gas to one barrel of oil.

The performance of Texas American's Foster Ranch #1 indicates that this is a mature solution gas drive reservoir that requires an increase in the allowable GOR to maintain economic production. Approval of Anadarko's application will benefit all operators in this pool and allow efficient and economic drainage of this reservoir.

We believe that disapproval of this application will result in premature abandonment of this reservoir.

Very truly yours,

David Miller

Manager of Operations

JY/ja

cc: Anadarko Production Company
P. O. Box 2497
Midland, TX 79702

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

9137

BARTLESVILLE, OKLAHOMA 74004 PHONE: 918 661-6600

May 14, 1987

ADDITIONAL GAS PURCHASE AND MARKETING #1 HARVARD SW/4 SE/4 SECTION 31, TOWNSHIP 18 SOUTH, RANGE 39 EAST LEA COUNTY, NEW MEXICO

ANADARKO PETROLEUM CORP.

Attn: Mr. John Beaird 400 W. Illinois Str. Independent Plaza Bldg. Suite 1300 Midland, Texas 79701

Dear Mr. Beaird:

In response to your recent inquiry, Phillips 66 Natural Gas Company (P66NGC) does not anticipate any problems at this time in purchasing, processing and marketing additional gas production from the above captioned lease. It appears that our current system capacity can handle additional volumes of gas production without any significant impact on the operating pressure in this area. Accordingly we would not anticipate any curtailment in other area production as a result of increased deliveries by Anadarko. Of course, any significant increase in volume could result in increased system pressures that would require line looping or supplemental compression to return the system to normal operating pressures. P66NGC would take such action if economically jusitifed.

Further, in reviewing your inquiry with P66NGC-Sales Division, they do not at this time anticipate any difficulty in marketing additional gas production available at the tailgate of our Eunice processing facility. As you are aware, this processing facility currently handles production from the captioned lease, as well as other gas production from similar leases in Lea County, New Mexico.

If you have any further questions, please do not hesitate to contact me.

Sincerely,

PHILLIPS 66 NATURAL GAS COMPANY

Christopher L. Wren Manager, Gas Contracts 810A Plaza Office Building

(918) 661-9111

CLW:kt-RC

cc: M. A. Fitzgibbons
A. Gutierrez

Anadarko exhibit No.

CASE NO. 9137

BEFORE EXAMINER CATANACH

CIL CONSURVATION DIVISION

STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF ANADARKO PETROLEUM CORPORATION FOR AMENDMENT OF THE SPECIAL RULES AND REGULATIONS OF THE FOSTER-SAN ANDRES POOL, LEA COUNTY, NEW MEXICO.

CASE:

CERTIFICATE OF MAILING AND COMPLIANCE WITH ORDER R-8054

In accordance with Division Rule 1207 (Order R-8054) I hereby certify that on April 28, 1987, notice of the hearing, and a copy of this application, were mailed at least twenty days prior to hearing originally set for May 20, 1987 to the operators and interested parties listed in Exhibit "A" attached to application.

W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 19th day of May, 1987.

My Commission Expires:

9-26-87

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

Awadarko EXHIDIT NO. 9

CASE NO. 9137

EXHIBIT "A"

Texas American Oil Corp. 300 Wall Street, Suite 400 Midland, Texas 79701

John & Mary Harvard 202 South G Street Midland, Texas 79701

Geraldine Massad 705 West 35th Place Lawton, Oklahoma 73505

Frank Massad, Jr. 5727 Warm Springs Houston, Texas 77035

P. & J. Investors
P. O. Box 5531
Hobbs, New Mexico 88241

Vlema Wise Estate Attn: Ms. Jo Johnson 419 West Cain Hobbs, New Mexico 88240

Mrs. Fern Cone 3309 43rd Street Lubbock, Texas 79413

Clifford Cone Box 6010 Lubbock, Texas 79413

Continental EMSCO Corp. 1810 Commerce Street Dallas, Texas 75221

Stallworth Oil & Gas Inc. Box 479 1900 Hartford Dallas, Texas 75221

Zachary Oil Operating Corp. 1212 Commerce Building Fort Worth, Texas 76102

Martindale Petroleum Corp. P. O. Box 2403 Hobbs, New Mexico 88240

Jean C. Massad Route 12, Box 32 Tyler, Texas 75708

Joy N. Massad, Jr. 1811 Sterling Drive Tyler, Texas 75701

Barton Brothers Land & Royalty Company P. O. Box 978 Hobbs, New Mexico 8824@

C. Melvin Neal Estate
P. O. Box 278
Hobbs, New Mexico 88240

Robert L. Summers Box 776 Hobbs, New Mexico 88240

Douglas L. Cone P. O. Box 13621 Albuquerque, NM 87192

Kenneth Cone Box 11310 Midland, Texas 79703

Exxon, USA
Box 1600
Midland, Texas 79702-1600

Sam K. Viersen
Box 280
Okmulgee, Oklahoma 74447

Regency Petroleum Co. of NM 300 East Carpenter Freeway Suite 1445 Irving, Texas 75062

KELLAHIN, KELLAHIN AND AUBREY

Attorneys at Law

El Patio - 117 North Guadalupe

Post Office Box 2265

Jason Kellahin Of Counsel

Karen Aubrev

W. Thomas Kellahin

Post Office Box 2265 Santa Fe, New Mexico 87504-2265

April 28, 1987

Mr. William J. LeMay
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 85701

"Hand Delivered"

Telephone 982-4285

Area Code 505

Re: Anadardo Petroleum Corporation

Foster San Andres Pool Special Pool Rules

Dear Mr. LeMay:

On behalf of Anadarko Petroleum Corporation, please set the enclosed application to increase the gas-oil ratio limitation in the Foster San Andres Pool for the next available examiner's hearing now scheduled for May 20, 1987.

By copy of this letter, and enclosed application, we are notifying all interested parties that they have the right to appear at the hearing either in support of or opposition to the application. Should they desire further information they may contact the undersigned or Mr. John Beard, Anadarko Petroleum Company, (915) 682-1666.

Very truly yours,

W. Thomas Kellahin

WTK:ca Enc.

cc: William D. Sullivan
Anadarko Production Company
P. O. Box 2497
Midland, Texas 79702

All interested parties in Exhibit A

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

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

CASE NO. 9137 ORDER NO. R-8113-A

APPLICATION OF ANADARKO PETROLEUM CORPORATION TO AMEND THE SPECIAL RULES AND REGULATIONS FOR THE FOSTER-SAN ANDRES POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 am on May 20, 1987, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>lst</u> day of June, 1987, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) By Division Order No. R-1059, dated September 30, 1957, the Division created, defined, and designated the Foster-San Andres Pool for the production of oil from the San Andres formation. Currently the horizontal limits for the pool consist of the following described area in Lea County, New Mexico:

TOWNSHIP 18 SOUTH, RANGE 39 EAST, NMPM

Section 31: SE/4

TOWNSHIP 19 SOUTH, RANGE 39 EAST, NMPM

Section 5: NW/4
Irregular Section 6: NE/4

-2-Case No. 9137 Order No. R-8113-A

- (3) Said pool was governed by the Division Statewide Rules until Special Pool Rules were instituted by Division Order No. R-8113, dated January 6, 1986, and made effective July 1, 1985, which established a limiting gas/oil ratio (GOR) of 5000 cubic feet of gas per barrel of oil.
- (4) The applicant, Anadarko Petroleum Corporation, now seeks to increase the gas/oil ratio limitation to 10,000 cubic feet of gas per barrel of oil for said pool.
- (5) Applicant further seeks to have this amendment made effective retroactive to September 1, 1986.
- (6) The Foster-San Andres Pool is a solution gas drive reservoir in its final stages of production and according to the testimony presented, the establishment of the requested higher gas/oil ratio will not result in waste.
- (7) An effective date of September 1, 1986, for changing the gas/oil ratio will result in eliminating current casinghead gas overproduction for Anadarko's Harvard Well No. 1 located 330 feet from the South line and 2310 feet from the East line (Unit O) of Section 31, Township 18 South, Range 39 East, NMPM, Lea County, New Mexico.
- (8) Based on testimony presented at the hearing, the proposed retroactive date will not violate the correlative rights of other operators in the pool.
- (9) No interested party objected to the proposed change in GOR or the retroactivity thereof.
 - (10) This application should therefore be approved.

IT IS THEREFORE ORDERED THAT:

- (1) Effective September 1, 1986, the limiting gas/oil ratio for the Foster-San Andres Pool, Lea County, New Mexico, is hereby established at 10,000 cubic feet of gas per barrel of oil.
- (2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

-3-Case No. 9137 Order No. R-8113-A

DONE at Santa Fe, New Mexico on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director