

TEL: 915-687-0423

MIDLAND PARTNEAS CARLTON BEAL CARLTON BEAL, JH. BARRY BEAL SPENCER BEAL KELLY BEAL

DENVER PARTNER BARRY BEAL, JR.

BTA OIL PRODUCERS

.04 SOUTH PECOS MIDLAND, TEXAS 79701 AC 918-882-3753 ROCKY MOUNTAIN DIVISION \$55-17th STREET SUITE \$35 DENVER, CO 80202 AC 303-292-9299

August 28, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
Case No. 10724 Exhibit No. 17
Submitted by 5120 GREEK
Hearing Date 82991

Re:

Case No. 10226 (De Novo)
Application of Bird Creek
Resources for Special Pool
Rules, Eddy County, NM

Dear Mr. LeMay:

BTA Oil Producers will not present testimony at the hearing in the above-referenced case currently scheduled for hearing on August 29, 1991. We do, however, want to express our support for the application of Bird Creek Resources for an increase in the gas/oil ratio to 5,000:1 in the East Loving-Delaware Pool.

We believe that the technical study of this pool prepared by T. Scott Hickman & Associates accurately depicts how this reservoir does perform and will continue to perform in the future. Accordingly, we believe that ultimate recovery from this pool will not be reduced by the proposed higher gas/oil ratio and corresponding production rate that will result if this application is granted.

We urge your approval of the application of Bird Creek Resources in this case.

Very truly yours,

PETE B. WILKINSON Exploitation Manager

PBW/ked

TELEDYNE MINERALS

3401 SHILOH ROAD
GARLAND, TEXAB 75041
(214) 271-2581
MAIL: P.O. BOX 469007, GARLAND, TX 75046-9007

August 28, 1991

Bird Creek Resources, Inc. 1412 South Boston - Suite 550 Tulsa, Oklahoma 74119

ATTN:

William F. Carr

RE:

OCD Case 10226

Gentlemen:

As a substantial royalty owner, Teledyne supports Bird Creek Resources in : ts application to increase the GOR of the East Loving Delaware Field, Eddy County, New Mexico.

Very truly yours,

Jack H. Hamilton

President

JHH/emj

RB OPERATING COMPANY

21915 362 8559

2412 N. GRANDVIEW, SUITE 201 ODESSA, TEXAS 79761

August 28, 1991

Mr. Bill Carr 110 N. Guadalupe Suite 1 Santa Fe, New Mexico

Dear Mr. Carr,

RB Operating Company will be unable to attend the Oil Conservation Commission hearing regarding the MER of the East Loving (Delaware) Field on August 29,1991.

We do wish to convey our support of Bird Creek's proposal to increase the Gas/Oil Ratio in the field to 5000:1.

We feel that the study performed by T. Scott Hickman and Associates accurately depicts and matches the reservoir performance to date and accurately forecasts the future reservoir performance. We also concur that the well picked for study, the Carrasco 14-1, is a "typical" well in the field for purpose of the study and provides the maximum amount of valid, usable data from which to project the future reservoir performance. We feel that the Bird Creek Resources Carrasco 14-1 well is an average well in regards to structural position, net pay, average porosity and productivity. It is typical of the 38 wells which RB Operating Co. has in the field, being neither the best nor the worst as regards porosity, net pay or production. In our opinion the Bird Creek Resources Carrasco 14-1 is a good representation of an average or typical well for the field and we feel very comfortable in the use of this well as a representative well for the reservoir. It has a long production history relative to the other wells in the field which we feel is very important for a study of thsi type.

We do not feel that the increase in Gas/Oil Ratio to 5000:1 will reduce the ultimate recovery of oil from this reservoir and the adoption of the 5000:1 GOR will greatly enhance the operation of the existing wells in the field.

It is with regret that we are unable to attend but do wish to voice our support of the findings of the study

performed and of Bird Creek's proposal for the increase in Gas/Dil Ratio.

Please advise if we may be of any further support in the pleading of this case before the Commission.

Sincerely Yours,

21915 362 8559

F.D. Schoch

Regional Manager Southern Region



HARKEN EXPLORATION CO.

February 18, 1991

Bird Creek Resources, Inc. 1412 South Boston, Suite 550 Tulsa, Oklahoma 74119

Re: Application of Bird Creek Resources For Special Pool Rules for the East Loving Delaware Pool, Eddy County, New Mexico

Gertlemen;

Please be advised that Harken Exploration Co. supports Bird Creek's Application with the New Mexico Oil Conservation Division seeking Promulgation of Special Pool Rules for the East Loving Delaware Pool located in Township 23 South, Range 28 East N.M.P.M., Eddy County regarding a gas-oil ratio of 5,000 cubic feet per barrel of oil production.

Please advise Harken Exploration the outcome of the hearing.

Yours yery truly,

Jim McAninch

Operations Manager

JMob

Hallwood Energy Companies

4582 South Ulster Street Parkway • Stanford Place III • Suite 1700 • Post Office Box 378111

Denver, Colorado 80237 • (303) 850-7373

January 25, 1991

Bird Creek Resources, Inc. 1412 South Boston, Suite #550 Tulsa, Oklahoma 74119

Re: Application of Bird Creek Resources for Special Pool Rules for the East

Loving Delaware Pool, Eddy County, New Mexico

Gentlemen:

This letter is to advise Bird Creek Resources, Inc. that Hallwood Petroleum, Inc. supports Bird Creek's application with the New Mexico Oil Conservation Division seeking the promulgation of Special Pool Rules for the East Loving Delaware Pool located in Township 23 South, Range 28 East N.M.P.M., Eddy County, New Mexico regarding a gas-oil ratio of 5,000 cubic feet per barrel of oil produced.

Please let us know the outcome of the hearing.

Sincerely,

HALLWOOD PETROLEUM, INC.

Rosi Beato

Robin Benko

Land Representative Western District

RB/#164.set

F.ay Westall

Independent Oil Producer

Post Office Box 4 • Loco Hills, New Mexico 88255 Ph. 505-677-2370

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January 28, 1991

CAMPBEL1 & BLACK

William F. Carr Campbell & Black, P.A. P.O. Box 2208 Santa Fe, NM. 87504-2208

Re: Application of Bird Creed Resources for Special Pool Rules for the East Loving-Delaware Pool, Eddy Co. NM

Dear Mr. Carr:

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This is to advise you that Ray Westall, as an offset operator, fully supports Bird Creek Resources in seeking Special Pool Rules for the East Loving-Delaware Pool.

We will not be appearing at this hearing, but you may use this letter to show support for your case.

Very truly yours,

Randall L. Harris

Expl. Mgr.

Ray Westall-Operator