

# HINKLE, COX, EATON, COFFIELD & HENSLEY

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ALAN J. STATMAN

November 5, 1992

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\*NOT LICENSED IN NEW MEXICO

## VIA HAND DELIVERY

Michael E. Stogner  
Oil Conservation Division  
State Land Office Building  
Santa Fe, New Mexico 87503

Dear Mr. Stogner:

Enclosed are three copies of an Application by Mewbourne Oil Company for administrative approval of an unorthodox gas well location in Section 2, Township 18 South, Range 30 East, Eddy County, New Mexico. The requested location is 990 feet from the East line and 990 feet from the North line of Section 2, with the E $\frac{1}{2}$  of Section 2 dedicated to the well. The well will be a Morrow test.

The request is based upon geology. Each Application contains a geologic description by Mewbourne's geologist of the reasons for the request, an isopach of the lower Morrow, a cross-section, a production map, a land plat, and a listing of offset ownership<sup>1</sup>. The ownership information is current and correct, and these persons have been notified of this application by certified mail. An affidavit, with the return receipts, will be submitted shortly.

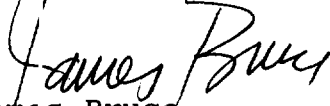
<sup>1</sup>In addition to the tracts identified on the plat and the ownership list, Mewbourne Oil Company owns and operates the W $\frac{1}{2}$  of Section 2.

Michael E. Stogner  
November 5, 1992  
Page Two

Please call me if you need anything further regarding this Application.

Very truly yours,

HINKLE, COX, EATON, COFFIELD  
& HENSLEY

  
James Bruce

JB:frs  
Enclosures

CAMPBELL, CARR, BERGE  
& SHERIDAN, P.A.  
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November 24, 1992

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OIL CONSERVATION DIVISION

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

Page 10650

Re: Application of Mewbourne Oil Company for an Unorthodox Gas Well  
Location, Loco Hills Prospect,  
Section 2, Township 18 South, Range 30 East, N.M.P.M.,  
Eddy County, New Mexico

Dear Mr. LeMay:

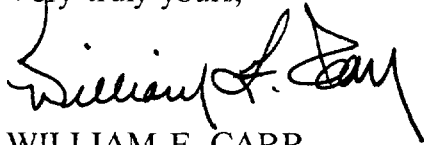
Enron Oil & Gas Company hereby objects to the application of Mewbourne Oil Company for an unorthodox location, for a well it proposes to drill to an approximate depth of 11,600 feet to test the Morrow formation at a location 990 feet from the North and East lines of Section 2, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

Enron Oil & Gas Company requests that this matter be set for hearing at which time Enron will appear and present testimony in support of a production penalty on this well.

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
November 24, 1992  
Page 2

Your attention to this request is appreciated.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr", written over the typed name.

WILLIAM F. CARR

WFC:mlh

cc: Mr. Patrick J. Tower  
Enron Oil & Gas Company  
Post Office Box 2267  
Midland, Texas 79702

James G. Bruce, Esq.  
Hinkle, Cox, Eaton, Coffield & Hensley  
Post Office Box 2068  
Santa Fe, New Mexico 87504

UNITED BANK PLAZA  
400 N. PENN. SUITE 1000

CHARLES B. READ  
PRESIDENT

*Read & Stevens, Inc.*

*Oil Producers  
P. O. Box 1518  
Roswell, New Mexico 88202*

PHONE 505 622-3770  
FAX: 505 622-8643

OIL CONSERVATION DIVISION  
RECEIVED

'92 DEC 8 AM 8 41

*DAC  
CHASE  
FILE*

November 30, 1992

Oil Conservation Division  
State of New Mexico  
P.O. Box 2088  
Santa Fe, New Mexico 87504

Attn: Mr. David Catanach

Re: Cedar Breaks 2 State "2"  
990' FN & EL of Section 2-18S-30E  
Eddy County, New Mexico

Gentlemen:

In response to application by Mewbourne Oil Company for administrative approval of an unorthodox location for the captioned well, Read & Stevens, Inc. hereby opposes said application and requests that no exception be granted to the well location requirements of the New Mexico Oil Conservation Division Rule 104.

READ & STEVENS, INC.

By: *Charles B. Read by RHW*  
Charles B. Read, President



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY

November 24, 1992

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

Mewbourne Oil Company  
c/o Hinkle, Cox, Eaton, Coffield and Hensley  
P.O. Box 2068  
Santa Fe, NM 87504-2068

Case 10650

Attention: James Bruce

**RE: Application for administrative approval of a non-standard location, Loco Hills Prospect; Section 2, Township 18 South, Range 30 East, Eddy County, New Mexico.**

Dear Mr. Bruce:

The Division is in receipt of an objection to the subject administrative application from Enron Oil and Gas Company. The objection was dated November 24, 1992 (see attached) and was received by the Division within the required twenty-day waiting period.

This application will therefore be set on the next available docket for an Examiner Hearing which is scheduled for January 7, 1993.

Please contact me if you have any questions or comments.

Sincerely,

Michael E. Stogner /amg

Michael E. Stogner  
Chief Hearing Officer/Engineer

MES/AMG

cc: Oil Conservation Division - Artesia  
William F. Carr (Enron Oil and Gas) - Santa Fe



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

January 6, 1993

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

ANITA LOCKWOOD  
CABINET SECRETARY

Mewbourne Oil Company  
c/o Hinkle, Cox, Eaton, Coffield & Hensley  
P.O. Box 2068  
Santa Fe, New Mexico 87504-2068

Attention: James Bruce

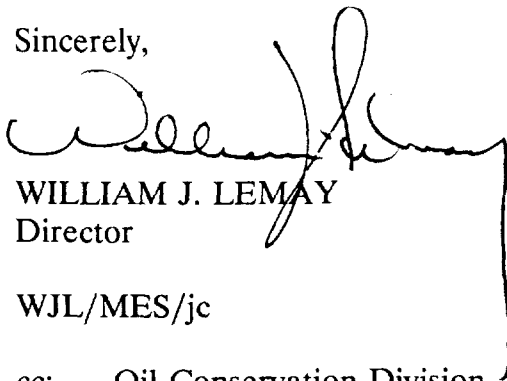
*Administrative Order NSL-3215*

Dear Mr. Bruce:

Reference is made to your application on behalf of the operator Mewbourne Oil Company dated November 5, 1992 for a non-standard gas well location for the Cedar Breaks "2" State Well No. 2 to be located 990 feet from the North and East lines (Unit A) of Section 2, Township 18 South, Range 30 East, NMPM, Cedar Lake Morrow Gas Pool, Eddy County, New Mexico. Lots 1 and 2, S/2 NE/4 and SE/4 (E/2 equivalent) of said Section 2 shall be dedicated to the well forming a standard 320.70-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of General Rule 104.F(2) the above-described unorthodox gas well location is hereby approved.

Sincerely,



WILLIAM J. LEMAY  
Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia  
NMSLO - Santa Fe  
William F. Carr - Santa Fe  
Case File: 10650 ✓

# OIL CONSERVATION HINKLE, COX, EATON, COFFIELD & HENSLEY

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January 18, 1993

\*NOT LICENSED IN NEW MEXICO

William J. LeMay  
Oil Conservation Division  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87503

Re: Case No. 10,650, Application of Mewbourne Oil  
Company for an Unorthodox Gas Well Location,  
Eddy County, New Mexico

Dear Mr. LeMay:

Please dismiss the above case. Administrative approval of the  
location has been obtained.

Very truly yours,

HINKLE, COX, EATON, COFFIELD  
& HENSLEY

James Bruce

JB:frs





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



BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
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January 26, 1993

HINKLE, COX, EATON,  
COFFIELD & HENSLEY  
Attorneys at Law  
P. O. Box 2068  
Santa Fe, New Mexico 87501

RE: CASE NO. 10650  
ORDER NO. R-9336

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

*Sally E. Leichtle*  
Sally E. Leichtle  
Administrative Secretary

cc: BLM - Carlsbad  
William Carr  
Charles B. Read