

CAMPBELL & BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
J. SCOTT HALL
JOHN H. BEMIS
MARTE D. LIGHTSTONE

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

October 14, 1988

RECEIVED

OCT 15 1988

HAND-DELIVERED

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

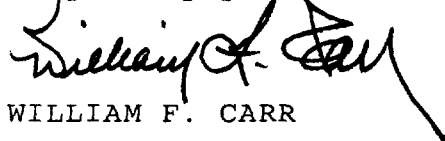
Re: Oil Conservation Division Case No. 9512
In the Matter of the Application of ARCO Oil & Gas
Company to Reinstate Division Order No. R-4984,
Simultaneous Dedication and an Unorthodox Gas Well
Location, Lea County, New Mexico

Dear Mr. LeMay:

I would appreciate the Division continuing the above-referenced hearing from the October 26, 1988 Examiner docket to the November 9, 1988 Examiner docket to enable us to provide notice to offsets concerning the unorthodox location.

Your assistance in this matter is appreciated.

Very truly yours,



WILLIAM F. CARR

WFC:mlh

cc: Cindy W. Ellis, Engineer
ARCO Oil & Gas Company

Mid-Continent Region
Exploration United States



**Marathon
Oil Company**

P.O. Box 552
Midland, Texas 79702
Telephone 915/682-1626

September 27, 1988

ARCO Oil and Gas Company
P. O. Box 1610
Midland, Texas 79702-1610

Attention: Ms. Cindy W. Ellis

Re: ARCO's Application for Non-Standard Proration Unit
Our Lease NM-106 - McDonald State Lease A-2614
Section 14, T-22-S, R-36-E,
South Eunice Field
Lea County, New Mexico

Gentlemen:

Enclosed for your further handling please find one (1) original Marathon executed Waiver to Objection form concerning ARCO's Application to the New Mexico Oil Conservation Division seeking administrative approval of a 640-acre Non-Standard Gas Multiple Well Proration Unit for the McDonald State well numbers 11, 27, 28 and 31, in the Jalmat Gas Pool, Section 14, T-22-S, R-36-E, Lea County, New Mexico.

Should you require further information, please advise.

Very truly yours,

MARATHON OIL COMPANY

Steve Daniels
Landman

SMD:mmc'
Encl.

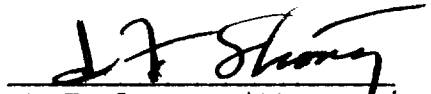
xc: Mr. J. C. Searcy, Jr. (w/original copy of Waiver of Objection form)
Mr. William J. LeMay (w/original copy of Waiver of Objection form)
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501-2088
Mr. C. R. Hubacher (w/o copy of Waiver of Objection form)

WAIVER TO OBJECTION

Non-Standard Proration Unit Request
ARCO Oil and Gas Company - Operator
McDonald State WN No's. 11, 27, 28, & 31
Section 14, T22S, R36E, Lea Co., NM

I/We do hereby waive any objection to ARCO Oil and Gas Company's request for New Mexico Oil Conservation Division approval of a 640 acre non-standard gas multiple well proration unit for the McDonald State WN No's. 11, 27, 28, and 31 in the Jalmat Gas Pool.

Signed:



J. F. Strong, Attorney-in-fact

Company:

Marathon Oil Company

Date:

WAIVER TO OBJECTION

Non-Standard Proration Unit Request
ARCO Oil and Gas Company - Operator
McDonald State WN No's. 11, 27, 28, & 31
Section 14, T22S, R36E, Lea Co., NM

I/We do hereby waive any objection to ARCO Oil and Gas Company's request for New Mexico Oil Conservation Division approval of a 640 acre non-standard gas multiple well proration unit for the McDonald State WN No's. 11, 27, 28, and 31 in the Jalmat Gas Pool.

Signed: J. B. Nashell
Company: SUN EXPLOR & PROD.
Date: 9-20-88



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

GARREY CARRUTHERS
GOVERNOR

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

September 23, 1988

ARCO Oil & Gas Company
P.O. Box 1810
Midland, TX 79702

Case 9512

Attention: Cindy W. Ellis
Senior Engineer

RE: Application of simultaneous dedication, McDonald State "WN" Well Nos. 11, 27, 28 and 31, and the reformation of a standard 640-acre spacing and proration unit in the Jalmat Gas Pool consisting of Section 14, Township 22 South, Range 31 East, NMPM, Lea County, New Mexico.

Dear Ms. Ellis:

After reviewing your application dated August 29, 1988, I have decided to set this matter to the Examiner Hearing scheduled for October 26, 1988 because of the following reasons:

- 1) to eliminate, yet another administrative order covering this area (NSP-1536 and NSP-1535);
- 2) two of the four wells to be dedicated to this unit are at unorthodox gas well locations, one of which has not been authorized; and
- 3) to determine the need of splitting the existing standard 640-acre unit up into a 160-acre non-standard unit and a 480-acre non-standard unit, just to later come back and reform into a single 640 unit again.

If you have any questions, please contact me.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

11-27-88

ARCO Oil and Gas Company
Central District
Post Office Box 1610
Midland, Texas 79702
Telephone 915 688 5200



September 23, 1988

Mr. William J. Lemay
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

RE: Application for Non-Standard Proration Unit
McDonald State WN No. 11, 27, 28, and 31
Multiple-Well Unit, Section 14, T22S, R36E, Lea Co.
Jalmat Gas Pool

Dear Mr. LeMay:

Enclosed please find copies of return receipts from notification of offset operators of the above referenced application. If you need further information, please call me at (915) 688-5546.

Thank you for your consideration.

Cindy W. Ellis
Senior Engineer

CWE

Attachments

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery.

3. Article Addressed to:

Conoco, Incorporated
P.O. Box 460
Hobbs, New Mexico 88240

4. Article Number
P 248 46256

Type of Service:
☒ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED**.

5. Signature — Addressee
X [Signature]

6. Signature — Agent
X [Signature]

7. Date of Delivery *9-1-88*

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Feb. 1986

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery.

3. Article Addressed to:

Doyle Hartman
P.O. Box 10426
Midland, Texas 79702

4. Article Number
P 248 462568

Type of Service:
☒ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED**.

5. Signature — Addressee
X [Signature]

6. Signature — Agent
X [Signature]

7. Date of Delivery *AUG 31 1988*

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Feb. 1986

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery.

3. Article Addressed to:

Marathon Oil Company
P.O. Box 552
Midland, Texas 79702

4. Article Number
P 248462567

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED**.

5. Signature — Addressee
X

6. Signature — Agent
[Signature]

7. Date of Delivery
31 AUG 86 CEN

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Feb. 1986 DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery.

3. Article Addressed to:

Sun Oil Company
P.O. Box 1861
Midland, Texas 79702

4. Article Number
P 248462567

Type of Service:
☒ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED**.

5. Signature — Addressee
X

6. Signature — Agent
X *[Signature]*

7. Date of Delivery
31 AUG 86 CEN

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Feb. 1986 DOMESTIC RETURN RECEIPT



Production Department
Hobbs Division
North American Production

Conoco Inc.
P.O. Box 460
726 East Michigan
Hobbs, NM 88240
(505) 397-5800

September 15, 1988

ARCO Oil and Gas Company
P.O. Box 1610
Midland, TX 79702

Attention Ms. Cindy W. Ellis

Dear Ms. Ellis:

Application for Non-Standard Proration Unit, McDonald State WN No. 11,
27, 28, and 31, Multiple-Well Unit, Section 14, T22S, R36E, Lea County,
New Mexico, Jalmat Gas Pool

Conoco Inc. has reviewed your request as named above. An approved copy
of your letter ballot is being sent to the NMOCD in Santa Fe. One
approved copy is returned for your file.

Yours very truly,


H. A. Ingram
Conservation Coordinator

tm

cc: NMOCD, Santa Fe

WAIVER TO OBJECTION

Non-Standard Proration Unit Request
ARCO Oil and Gas Company - Operator
McDonald State WN No's. 11, 27, 28, & 31
Section 14, T22S, R36E, Lea Co., NM

I/We do hereby waive any objection to ARCO Oil and Gas Company's request for New Mexico Oil Conservation Division approval of a 640 acre non-standard gas multiple well proration unit for the McDonald State WN No's. 11, 27, 28, and 31 in the Jalmat Gas Pool.

Signed: _____

Company: Conoco Inc.

Date: September 15, 1988