

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

JASON KELLAHIN (RETIRED 1991)

March 28, 1994

HAND DELIVERED

Mr. Michael E. Stogner
Chief Hearing Examiner
Oil Conservation Division
310 Old Santa Fe Trail, 2nd Floor
Santa Fe, New Mexico 87501

10964

Re: San Juan 28-5 Unit Well No. 106
Sec. 28 (Unit O) T28N, R5W, NMPM
Application of Meridian Oil Inc.
for downhole commingling and
unorthodox coal gas well location,
Rio Arriba County, New Mexico

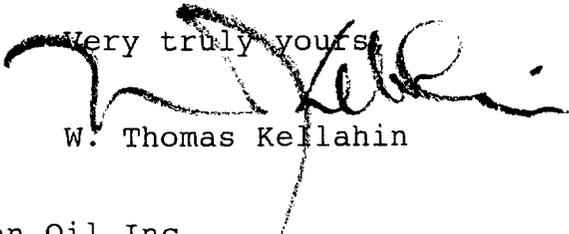
Dear Mr. Stogner:

On behalf of Meridian Oil Inc., please find enclosed our referenced application which we request be set for hearing on the next available Examiner's docket now scheduled for April 28, 1994.

This is a "new-drill" rather than a recompletion of an existing well. Although ownership is common between the two pools in the spacing units, because the located well will be off-pattern in the Basin Fruitland Coal Gas Pool, we believe a hearing is required.

Meridian Oil Inc. is the only offset operator and therefore notification pursuant to Division rules has been satisfied. Also enclosed is our proposed advertisement of this case for the NMOCD docket.

Very truly yours,


W. Thomas Kellahin

cc: Meridian Oil Inc.

MAR 28 1991

Proposed Advertisement

10964

Case _____: Application of Meridian Oil Inc. for downhole commingling and an unorthodox coal gas well location, Rio Arriba County, New Mexico. Applicant seeks approval to drill its proposed San Juan 28-5 Unit Well No. 106 at an unorthodox ("off-pattern") coal gas location 1020 feet FSL and 1850 feet FEL (Unit O) of Section 28, T28N, R5W and to downhole commingle South Blanco-Pictured Cliffs Gas Pool (SE/4 dedication) with the Basin-Fruitland Coal Gas Pool production (S/2 dedication) within the wellbore. Said unit is located approximately 5-1/2 miles south-southwest from Gobernador Camp, New Mexico.



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

May 18, 1994

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

Attention: Lloyd V. Trautman

Administrative Order NSL-811-A(SD)

Dear Mr. Trautman:

Reference is made to your application dated March 8, 1994 for an unorthodox Blinebry gas well location in an existing non-standard 80-acre gas spacing and proration unit (GPU) for said Blinebry Oil and Gas Pool comprising the W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. NSP-995, dated May 9, 1975, and has dedicated thereon the Rollon Brunson Well No. 4 (API No. 30-025-10161), located 2086 feet from the North line and 1874 feet from the East line (Unit G) of said Section 10.

It is our understanding that the subject well in this application is currently a dually completed Tubb gas and Drinkard oil well; however, said well will be plugged back and completed as a single Blinebry gas well upon issuance of this order.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Blinebry Oil and Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox Blinebry gas well location is hereby approved:

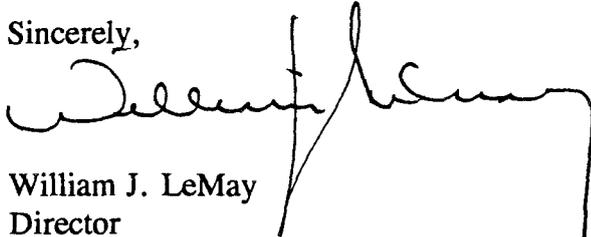
*Rollon Brunson Well No. 6
536' FNL - 2104' FEL (Unit B) of said Section 10
API No. 30-025-10162*

Also, you are hereby authorized to simultaneously dedicate Blinebry Gas production from the Rollon Brunson Well No. 6 with the Rollon Brunson Well No. 4. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Administrative Order NSL-811-A(SD)
Chevron USA Production Company
May 18, 1994
Page 2

Division Administrative Order NSL-811, dated December 2, 1976, which previously approved the subject Rollon Brunson Well No. 6 as an unorthodox gas well location in the Tubb Oil and Gas Pool is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is written in a cursive style with a large, sweeping initial "W".

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
File: NSL-811
NSP- 995
Case File No. 10964

KELLAHIN AND KELLAHIN

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W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
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NATURAL RESOURCES-OIL AND GAS LAW

TELEPHONE (505) 982-4285

TELEFAX (505) 982-2047

JASON KELLAHIN (RETIRED 1991)

April 25, 1994

HAND DELIVERED

Michael E. Stogner
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87504

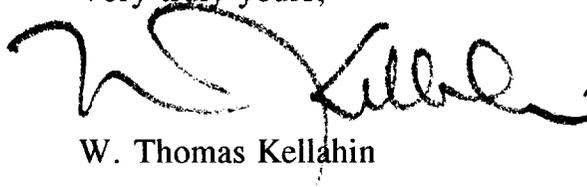
APR 25 1994

Re: NMOCD Case 10964
Application of Meridian Oil Inc.
for downhole commingling and an
unorthodox coal gas well location,
Rio Arriba County, New Mexico

Dear Mr. Stogner:

On behalf of Meridian Oil Inc., we would appreciate the referenced case being continued from the April 28, 1994 docket to the May 12, 1994 docket.

Very truly yours,



W. Thomas Kellahin

cc: Alan Alexander
Meridian Oil Inc.

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

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TELEPHONE (505) 982-4285
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JASON KELLAHIN (RETIRED 1991)

April 26, 1994

HAND DELIVERED

Michael E. Stogner
Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, New Mexico 87504

Re: NMOCD Case 10964
Application of Meridian Oil Inc.
for downhole commingling and an
unorthodox coal gas well location,
Rio Arriba County, New Mexico

APR 26 1994

Dear Mr. Stogner:

Yesterday, on behalf of Meridian Oil Inc., we requested the referenced case being continued from the April 28, 1994 docket to the May 12, 1994 docket.

Meridian Oil Inc. now informs me that they now desire to withdraw this application and have the Division dismiss this case. I would appreciate you dismissing this case.

Very truly yours,



W. Thomas Kellahin

cc: Alan Alexander
Meridian Oil Inc.



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



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BRUCE KING
GOVERNOR
ANITA LOCKWOOD
CABINET SECRETARY

May 3, 1994

KELLAHIN AND KELLAHIN
Attorneys at Law
P. O. Drawer 2265
Santa Fe, New Mexico 87504

RE: CASE NO. 10964
ORDER NO. R-10111

Dear Sir:

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

Sincerely,

Sally E. Martinez
Sally E. Martinez
Administrative Secretary

cc: BLM - Farmington
OCD - Aztec



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

May 18, 1994

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

Attention: Lloyd V. Trautman

Administrative Order NSL-811-A(SD)

Dear Mr. Trautman:

Reference is made to your application dated March 8, 1994 for an unorthodox Blinebry gas well location in an existing non-standard 80-acre gas spacing and proration unit (GPU) for said Blinebry Oil and Gas Pool comprising the W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. NSP-995, dated May 9, 1975, and has dedicated thereon the Rollon Brunson Well No. 4 (API No. 30-025-10161), located 2086 feet from the North line and 1874 feet from the East line (Unit G) of said Section 10.

It is our understanding that the subject well in this application is currently a dually completed Tubb gas and Drinkard oil well; however, said well will be plugged back and completed as a single Blinebry gas well upon issuance of this order.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Blinebry Oil and Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox Blinebry gas well location is hereby approved:

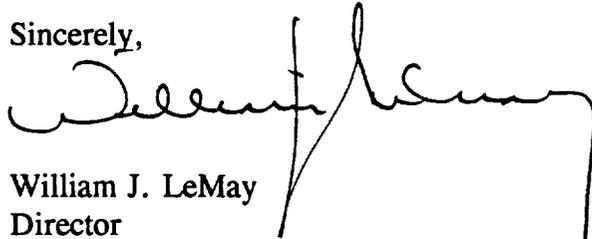
*Rollon Brunson Well No. 6
536' FNL - 2104' FEL (Unit B) of said Section 10
API No. 30-025-10162*

Also, you are hereby authorized to simultaneously dedicate Blinebry Gas production from the Rollon Brunson Well No. 6 with the Rollon Brunson Well No. 4. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Administrative Order NSL-811-A(SD)
Chevron USA Production Company
May 18, 1994
Page 2

Division Administrative Order NSL-811, dated December 2, 1976, which previously approved the subject Rollon Brunson Well No. 6 as an unorthodox gas well location in the Tubb Oil and Gas Pool is hereby placed in abeyance until further notice.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', written over a horizontal line. The signature is fluid and cursive, with a long vertical stroke extending downwards from the end of the signature.

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs
File: NSL-811
NSP- 995
Case File No. 10964