

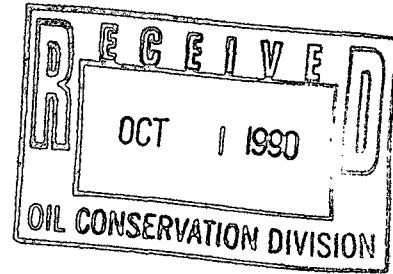


Texaco USA

PO Box 730
Hobbs NM 88240
505 393 7191

September 28, 1990

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088



Attention: Mr. David Catanach

RE: NON-STANDARD PRORATION UNIT
Eugene Coats Well No. 8
Jalmat Gas Pool
Unit J, Section 3, T-24-S, R-36-E
Lea County, New Mexico

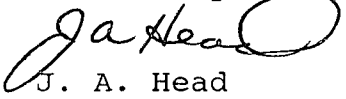
(30-025-30821)

Gentlemen:

Texaco Producing Inc. respectfully requests a 320-acre non-standard proration unit for the referenced well. Eugene Coats Well No. 8 was recently drilled and completed in the Jalmat Gas Pool which requires a 640-acre standard proration unit. The Eugene Coats lease currently has five Jalmat oil producers (Well Nos. 1, 2, 3, 6, & 7) and two Langlie Mattix oil producers (Well Nos. 4 & 5). The five Jalmat oil producers are completed in the Seven-Rivers and the Eugene Coats No. 8 is completed in the Tansill and Yates.

Attached is a copy of the C-102 with the acreage dedicated to Well No. 8, a plat of the lease, and a list of offset operators that have been notified of this request by a copy of this letter.

Yours very truly,


J. A. Head
Hobbs Area Manager

TWM
Attachments

cc: New Mexico Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88240

Offset Operators (Address List Attached)

*Hand Delivered by
Jerry Sexton 10/1/90
M.S.*

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

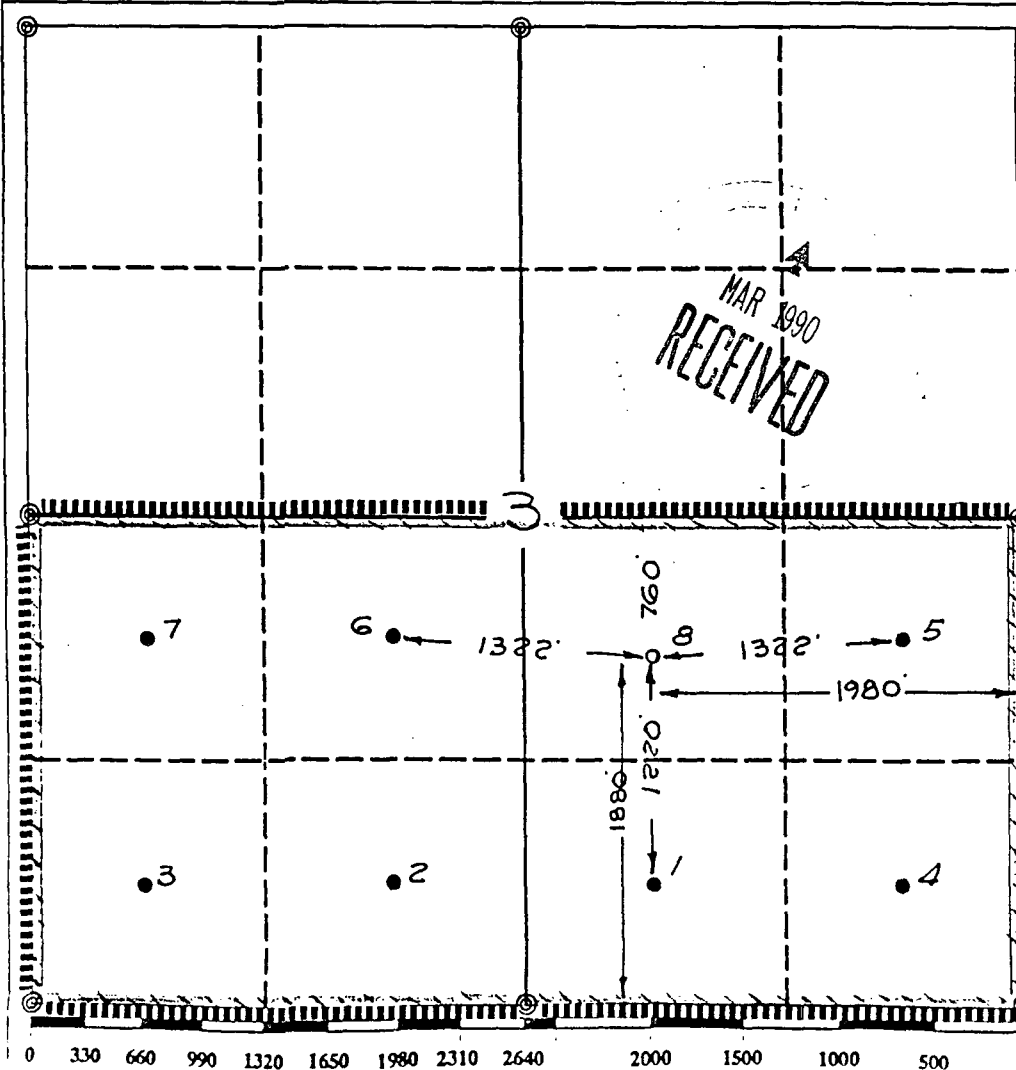
Operator TEXACO PRODUCING INC.			Lease EUGENE COATS		
Unit Letter J	Section 3	Township 24-South	Range 36-East	County Lea	Mail No. 8

Actual Footage Location of Well:

1980 feet from the East line and 1880 feet from the South line

Ground level Elev. 3387	Producing Formation Upper Jalmat	Pool Jalmat Pool	Dedicated Acreage: 320 Acres
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- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc?
☐ Yes ☐ No If answer is "yes" type of consolidation _____
If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.)
No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature: *Royce D. Mariott*
Printed Name: Royce D. Mariott
Position: Div. Surveyor
Company: TEXACO PRODUCING INC.
Date: Dec. 4, 1989

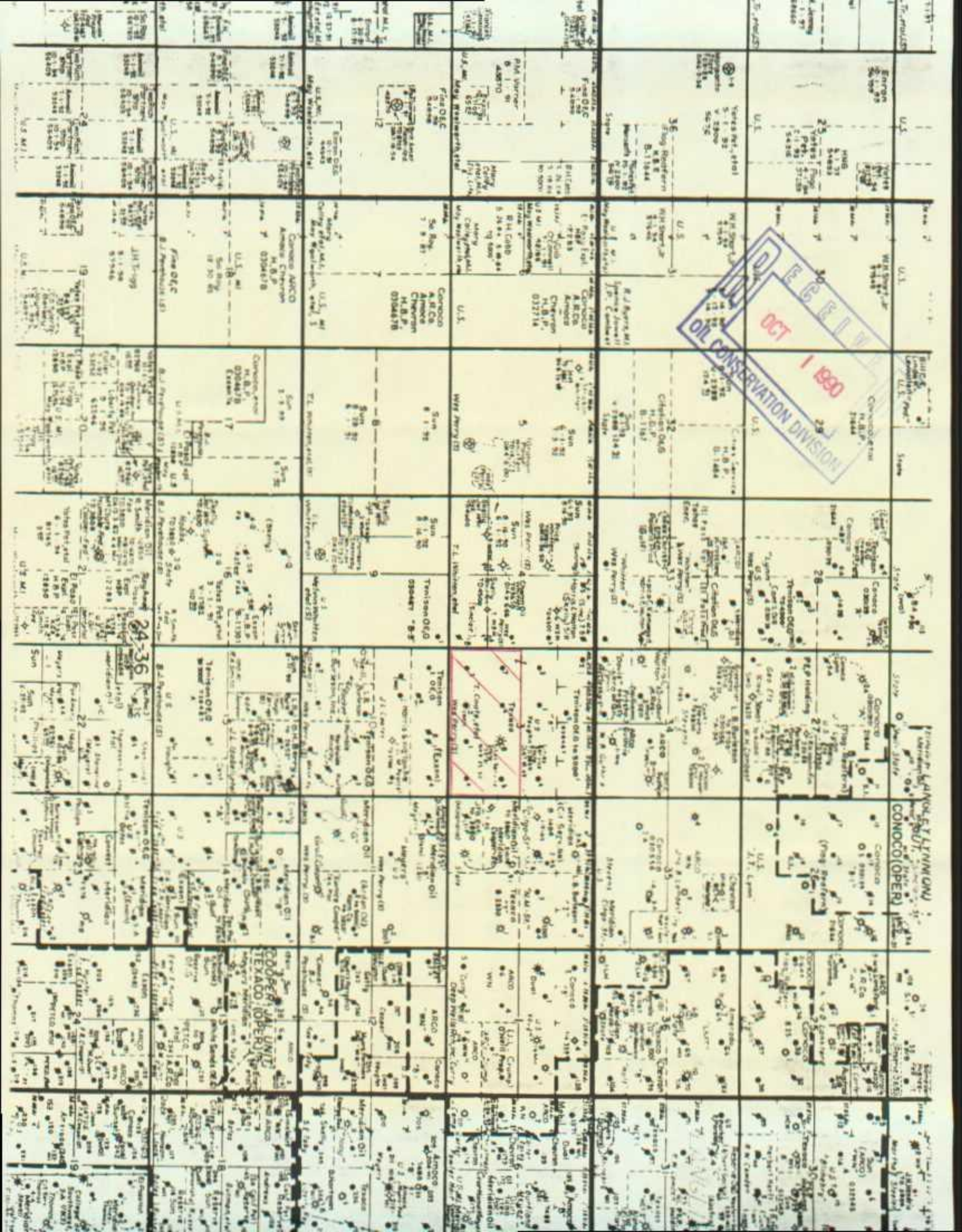
SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
Nov. 29, 1989

Signature & Seal of
Professional Surveyor

John S. Piper
Certificate No. 7254 John S. Piper

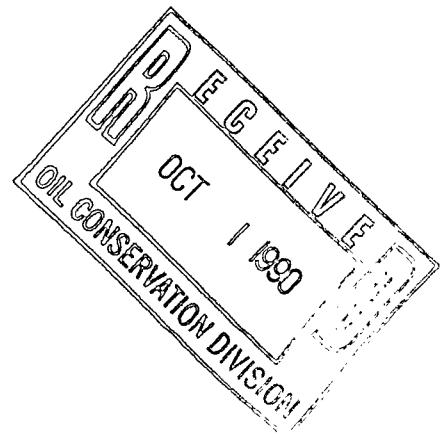


ADDRESS LIST OF OFFSET OPERATORS
TEXACO PRODUCING INC.'S EUGENE COATS LEASE

Harris & Walton
c/o Oil Reports & Gas Services, Inc.
Box 755
Hobbs, NM 88241

Meridian Oil Inc.
21 Desta Drive
Midland, TX 79705

Tenison Oil Company
8140 Walnut Hill Lane #601
Dallas, TX 75231



Is your RETURN ADDRESS
completed on the reverse side?

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. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to: Tenison Oil Company 8140 Walnut Hill Lane #601 Dallas, TX 75231	4. Article Number P 334 579 752 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED.
5. Signature — Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature — Agent X	
7. Date of Delivery	

Thank you for using
Return Receipt Service.

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

Is your RETURN ADDRESS
completed on the reverse side?

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
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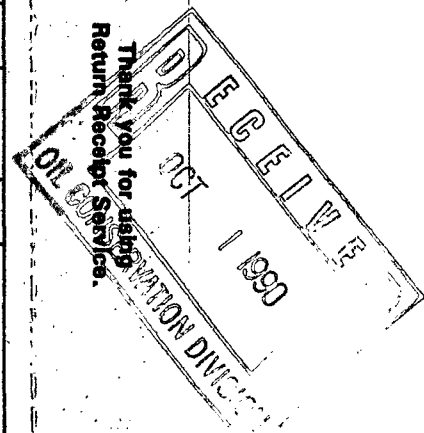
3. Article Addressed to: MERIDIAN OIL INC. 21 DESTA DRIVE MIDLAND, TX 79705	4. Article Number P 334 579 751 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED.
5. Signature — Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature — Agent X	
7. Date of Delivery	

PS Form 3811, Apr. 1989

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

3. Article Addressed to: HARRIS & WALTON c/o OIL REPORTS & GAS SERVICES BOX 755 HOBBS, NM 88241	4. Article Number P 334 579 753 Type of Service: <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and DATE DELIVERED.
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7. Date of Delivery	

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

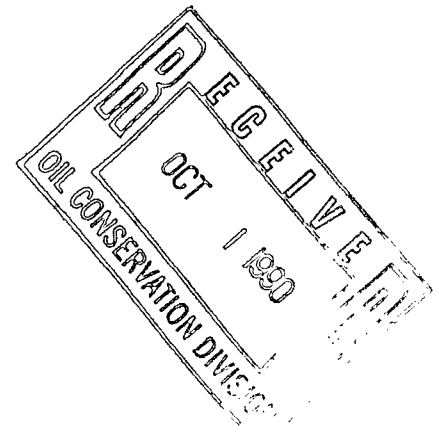
GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC	_____
DHC	_____
NSL	_____
NSP	<u>X</u> _____
SWD	_____
WFX	_____
PMX	_____



Gentlemen:

I have examined the application for the:

Leyaco Producing Inc. Eugene Coats #8-J 3-24-36
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
Jerry Sexton
Supervisor, District 1

/ed