

CASE 5801: ATLANTIC RICHFIELD CO. FOR *ing*  
A NON-STANDARD PRORATION UNIT AND  
SIMULTANEOUS DEDICATION, LEA COUNTY, NM

CASE NO.

5801

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APPLICATION,  
TRANSCRIPTS,  
SMALL EXHIBITS,

ETC.

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
November 10, 1976

EXAMINER HEARING

IN THE MATTER OF:

Application of Atlantic Richfield  
Company for a non-standard proration  
unit and simultaneous dedication,  
Lea County, New Mexico.

CASE  
5801

BEFORE: Richard L. Stamets, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil  
Conservation Commission: Lynn Teschendorf, Esq.  
Legal Counsel for the Commission  
State Land Office Building  
Santa Fe, New Mexico

For the Applicant: Clarence E. Hinkle, Esq.  
Conrad Coffield, Esq.  
HINKLE, BONDURANT, COX & EATON  
Attorneys at Law  
Hinkle Building  
Roswell, New Mexico

sid morrish reporting service

General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

**sid morrish reporting service**

General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

Page 2

I N D E X

Page

1  
2  
3 RICHARD PRENTICE

4 Direct Examination by Mr. Hinkle

3

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6  
7  
8 EXHIBIT INDEX

9 Offered

Admitted

10 Applicant's Exhibit One, Form C-102

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11 Applicant's Exhibit Two, Plat

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12 Applicant's Exhibit Three, Plat

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1 MR. STAMETS: The hearing will please come to  
2 order. We will call next Case 5801.

3 MS. TESCHENDORF: Case 5801, application of Atlantic  
4 Richfield Company for a non-standard proration unit and  
5 simultaneous dedication, Lea County, New Mexico.

6 MR. HINKLE: Clarence Hinkle and Conrad Coffield,  
7 Hinkle, Bondurant, Cox and Eaton, appearing on behalf of  
8 Atlantic Richfield and we have one witness we would like to  
9 have sworn.

10 (THEREUPON, the witness was duly sworn.)

11  
12 RICHARD PRENTICE  
13 called as a witness, having been first duly sworn, was  
14 examined and testified as follows:

15  
16 DIRECT EXAMINATION

17 BY MR. HINKLE:

18 Q State your name, your residence and by whom you  
19 are employed?

20 A My name is Richard Prentice, I live in Midland,  
21 Texas and I work for Atlantic Richfield as a Petroleum  
22 Operations Engineer.

23 Q Have you previously testified before the Commission?

24 A Yes, I have.

25 Q And qualified as a petroleum engineer?

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Page 4

1 A Yes, I have.

2 Q Have you made a study of the area which is involved  
3 in this case?

4 A Yes, I have.

5 MR. HINKLE: Are his qualifications sufficient?

6 MR. STAMETS: They are.

7 Q (Mr. Hinkle continuing.) Are you familiar with the  
8 application of Atlantic Richfield in this case?

9 A Yes, I am.

10 Q What is Atlantic Richfield seeking to accomplish?

11 A Atlantic Richfield is seeking approval for a two  
12 hundred and seventy-five acre non-standard gas proration unit  
13 comprised of the west half of the east half and the north half  
14 of the northwest quarter and the southeast quarter of the  
15 northwest quarter of Section 19, Township 21 South, Range  
16 36 East, Eunont Gas Pool, Lea County, New Mexico to be  
17 simultaneously dedicated to Atlantic State 176 Wells No. 3  
18 and No. 6 located in Units J and C respectively of Section 19.

19 Q And an unorthodox location?

20 A An unorthodox location, yes.

21 Q Have you prepared or has there been prepared under  
22 your direction exhibits for introduction in this case?

23 A Yes.

24 Q They are the ones that have been marked Exhibits  
25 One, Two and Three?

1 A Yes.

2 Q Refer to Exhibit One and explain what this is and  
3 what it shows?

4 A Exhibit One is a copy of Form C-102, a well location  
5 and acreage dedication which shows the locations of Well No. 3  
6 and Well No. 6. It also outlines the two hundred and seventy-  
7 five acre gas proration unit.

8 Q What is the status of the Well No. 6?

9 A Well No. 6 is presently a shut in Eumont oil well.

10 Q And what is the status of the No. 3 Well?

11 A Well No. 3 is presently an active marginal Eumont gas  
12 well.

13 Q Now, refer to Exhibit Two and explain that?

14 A Exhibit Two is a plat of the area showing Eumont gas  
15 production in the area. Outlined on the plat are the present  
16 two hundred and forty acre unit and the proposed two hundred  
17 and seventy-five acre unit.

18 Q In other words, it is being expanded by the northwest-  
19 northwest quarter there?

20 A Yes.

21 Q Of 19?

22 A Yes.

23 Q Now, refer to Exhibit Three and explain that?

24 A Exhibit Three is a plat showing the Eumont oil  
25 production in the area, again it shows the existing unit and the

1 proposed unit. Current production as of August is shown on  
2 the oil wells and the cumulative of one, one, seven, six is  
3 shown.

4 Q The whole purpose of this application is to convert  
5 Unit Well No. 6 to a Eumont gas well, is it not?

6 A Yes, it is.

7 Q You are also seeking to produce the allowable from  
8 either or both of these wells?

9 A Yes, sir.

10 Q In your opinion is there a good possibility that  
11 they will make the allowable after completion of the well?

12 A Yes, sir, there is.

13 Q Do you have anything further with respect to these  
14 exhibits?

15 A No, sir, I do not.

16 Q In your opinion, if this application is approved  
17 will it be in the interest of conservation and the prevention  
18 of waste and protect the correlative rights?

19 A Yes, sir, it will.

20 MR. HINKLE: We would like to offer Exhibits One  
21 through Three.

22 MR. STAMETS: These exhibits will be admitted.

23 (THEREUPON, Applicant's Exhibits One through  
24 Three were admitted into evidence.)

25 MR. HINKLE: That's all the direct.



1 MR. STAMETS: Do you know the order number which  
2 authorized the original two hundred and forty acre non-standard  
3 unit?

4 THE WITNESS: We do not have a copy of that order  
5 but I've got a notice of a well connection which refers to an  
6 Order Number R-1256.

7 MR. STAMETS: Okay. Any other questions of this  
8 witness? He may be excused.

9 (THEREUPON, the witness was excused.)

10 MR. STAMETS: Is there anything further in this case?

11 MR. HINKLE: Nothing.

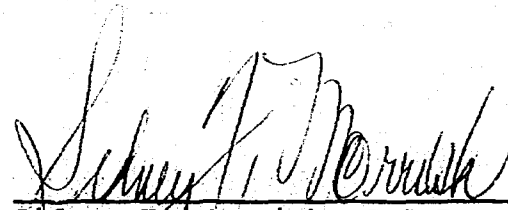
12 MR. STAMETS: We will take the case under advisement  
13  
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22  
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25

**sid morrish reporting service**

*General Court Reporting Service*  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

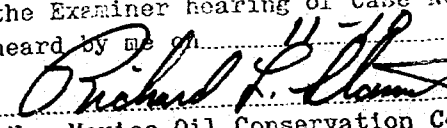
REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a Certified Shorthand Reporter,  
do hereby certify that the foregoing and attached Transcript  
of Hearing before the New Mexico Oil Conservation Commission  
was reported by me, and the same is a true and correct record  
of the said proceedings to the best of my knowledge, skill and  
ability.

  
Sidney F. Morrish, C.S.R.

sid morish reporting service

General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 5801  
heard by me on 4-7-76, 19 76  
, Examiner  
New Mexico Oil Conservation Commission

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 5801  
Order No. R-5323

APPLICATION OF ATLANTIC RICHFIELD  
COMPANY FOR A NON-STANDARD PRORATION  
UNIT AND SIMULTANEOUS DEDICATION,  
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 10, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 30th day of November, 1976, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Atlantic Richfield Company, seeks approval of a 275-acre non-standard gas proration unit comprising the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its State 176 Wells Nos. 3 and 6 located at unorthodox locations in Units J and C, respectively, of said Section 19.

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Eumont Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid wells.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

-2-

Case No. 5801  
Order No. R-5323

(5) That Commission Order No. R-1256 should be superseded.

IT IS THEREFORE ORDERED:

(1) That a 275-acre non-standard gas proration unit in the Eumont Gas Pool comprising the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to its State 176 Wells Nos. 3 and 6, located at unorthodox locations in Units J and C, respectively, of said Section 19.

(2) That Commission Order No. R-1256 is hereby superseded.

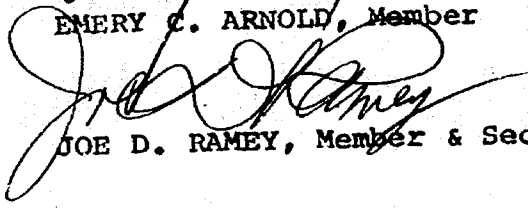
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

  
EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

  
S E A L

dr/



## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501



DIRECTOR  
JOE D. RAMEY

LAND COMMISSIONER  
PHIL R. LUCERO  
December 6, 1976

STATE GEOLOGIST  
EMERY C. ARNOLD

Mr. Clarence Hinkle  
Hinkle, Bondurant, Cox & Eaton  
Attorneys at Law  
Post Office Box 10  
Roswell, New Mexico 88201

Re: CASE NO. 5801  
ORDER NO. R-5323

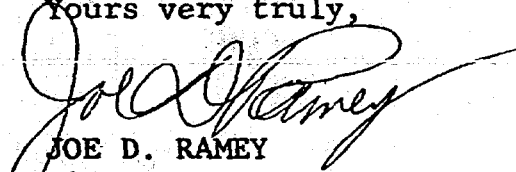
Applicant:

Atlantic Richfield Company

Dear Sir:

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

Yours very truly,

  
JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCC   x    
Artesia OCC   x    
Aztec OCC           

Other Conrad Coffield

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

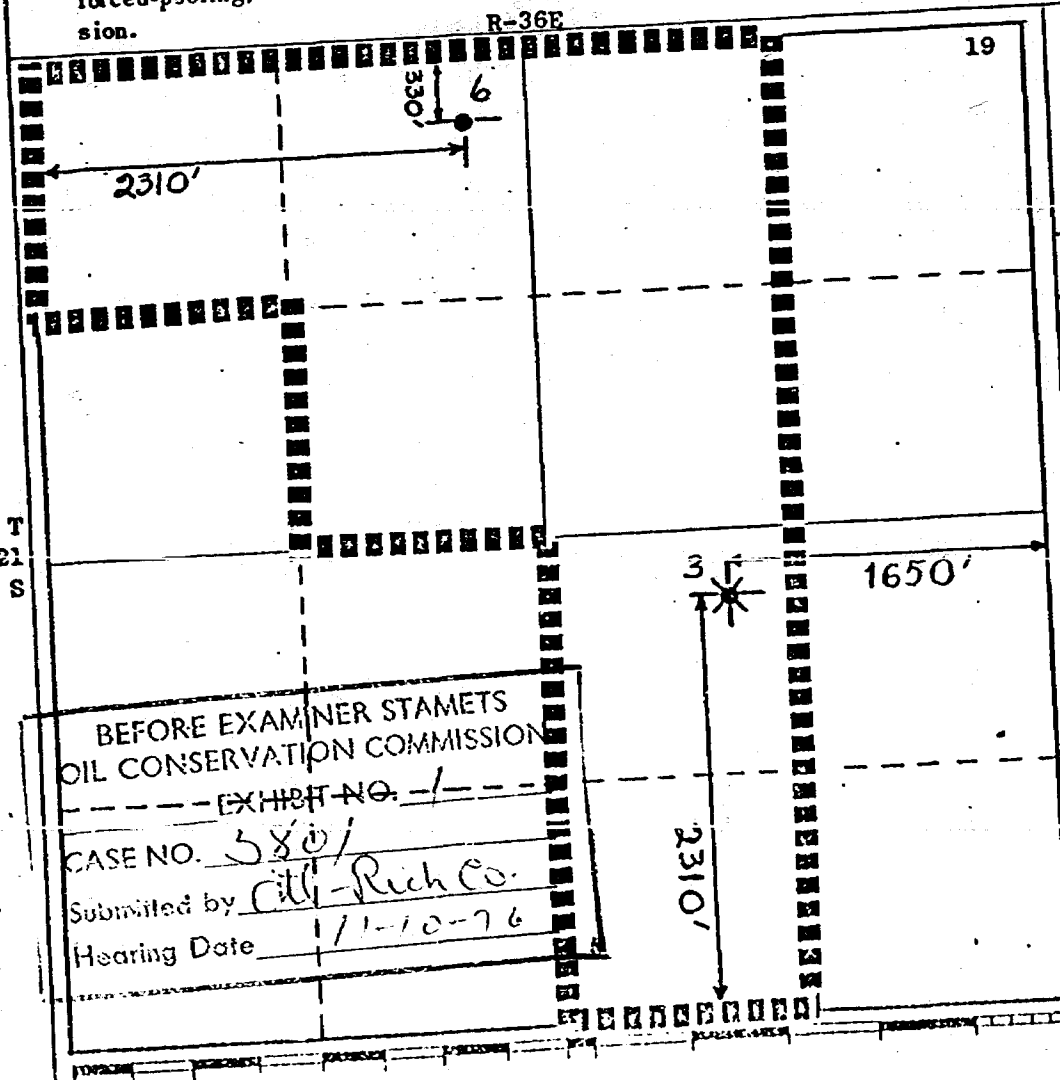
Operator <b>Atlantic Richfield Company</b>				Lease <b>State 176</b>		Well No. <b>6</b>	
Unit Letter <b>C</b>	Section <b>19</b>	Township <b>21 S</b>	Range <b>36 E</b>	County <b>Lea</b>			
Actual Footage Location of Well: <b>330'</b> feet from the <b>north</b> line and <b>2310'</b> feet from the <b>west</b> line							
Ground Level Elev. <b>3638'</b>		Producing Formation <b>Queen</b>		Pool <b>Eumont</b>		Dedicated Acreage: <b>280 2/5 Acres</b>	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests 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 interests, has been approved by the Commission.



CERTIFICATION

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

*Huan Quoc Pham*  
Name

**Huan Quoc Pham**  
Position

**Operation Engineer**  
Company

**Atlantic Richfield Co.**  
Date

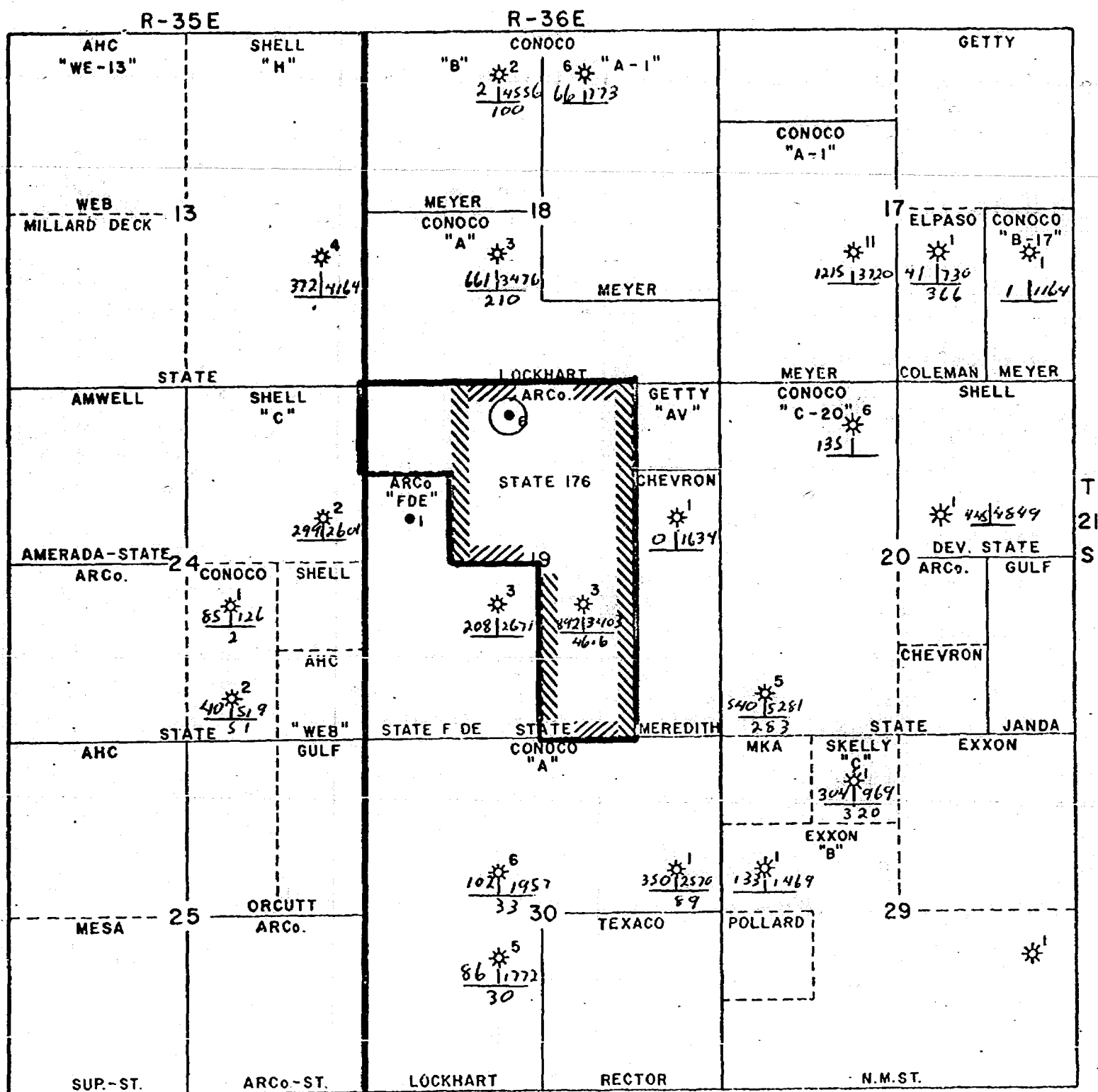
**September 16, 1976**

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

Registered Professional Engineer  
and/or Land Surveyor

Certificate No.



# **LEGEND**

PROPOSED UNIT

EXISTING UNIT

8-76

m.c.f.d. cum.m.m.c.f.g. (1-1-76)  
cum.m.m.c.f.g.

BEFORE EXAMINER STAMPS  
OIL CONSERVATION COMMISSION  
EXHIBIT NO. 7  
CASE NO. 5801  
Submitted by C. H. R. R.  
Hearing Date 11-10-76

Atlantic Richfield Company  
North American Producing Division  
Permian District - Midland, Texas

STATE 176

EUMONT GAS PRODUCTION

LEA COUNTY, NEW MEXICO

HUAN PHAM

M.R. Date 7-7-76





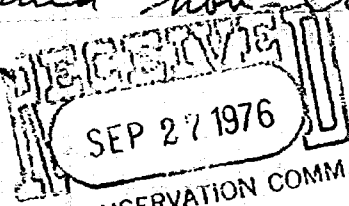
Atlantic Richfield Company

North American Producing Division  
Permian District  
Post Office Box 1610  
Midland, Texas 79701  
Telephone 915 682 8631

*Set for hearing Case 5901*  
*Non-standard proration unit and non-standard*



*Location*



September 16, 1976

Mr. Joe Ramey  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

*NSP-1035*

Re: Non-standard Eumont Gas Unit  
State 176 No. 6  
Section 19, T-21S, R-36E  
Lea County, New Mexico

*109 D II*  
*Due Oct 27*

Dear Mr. Ramey:

Atlantic Richfield Company respectfully requests administrative approval to form a non-standard 275-acre Eumont gas proration unit consisting of the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, T-21S, R-36E, Lea County, New Mexico. Currently, the previously approved 240-acre non-standard unit, W/2 E/2, and E/2 NW/4 of Section 19, T-21S, R-36E, is classified as marginal with all acreage dedicated to the State 176 No. 3.

Also, Atlantic Richfield Company requests administrative approval to simultaneously dedicate the newly-formed non-standard 275-acre unit to the State 176 No. 3 and No. 6. The State 176 No. 6, currently shut-in, was completed in the Eumont oil, which Atlantic Richfield plans to abandon and recomplete in the Eumont gas.

Atlantic Richfield Company believes approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. Attached are an acreage dedication plat, a map of the area, and a list of offset operators who are being notified by a copy of this application.

Very truly yours,

*J. L. Tweed*  
J. L. Tweed

HQP/agp

cc: New Mexico Oil Conservation Commission  
Hobbs Area Supervisor  
P. O. Box 1980  
Hobbs, New Mexico

Case 5801

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

SEP 27 1976

All distances must be from the outer boundaries of the Section.

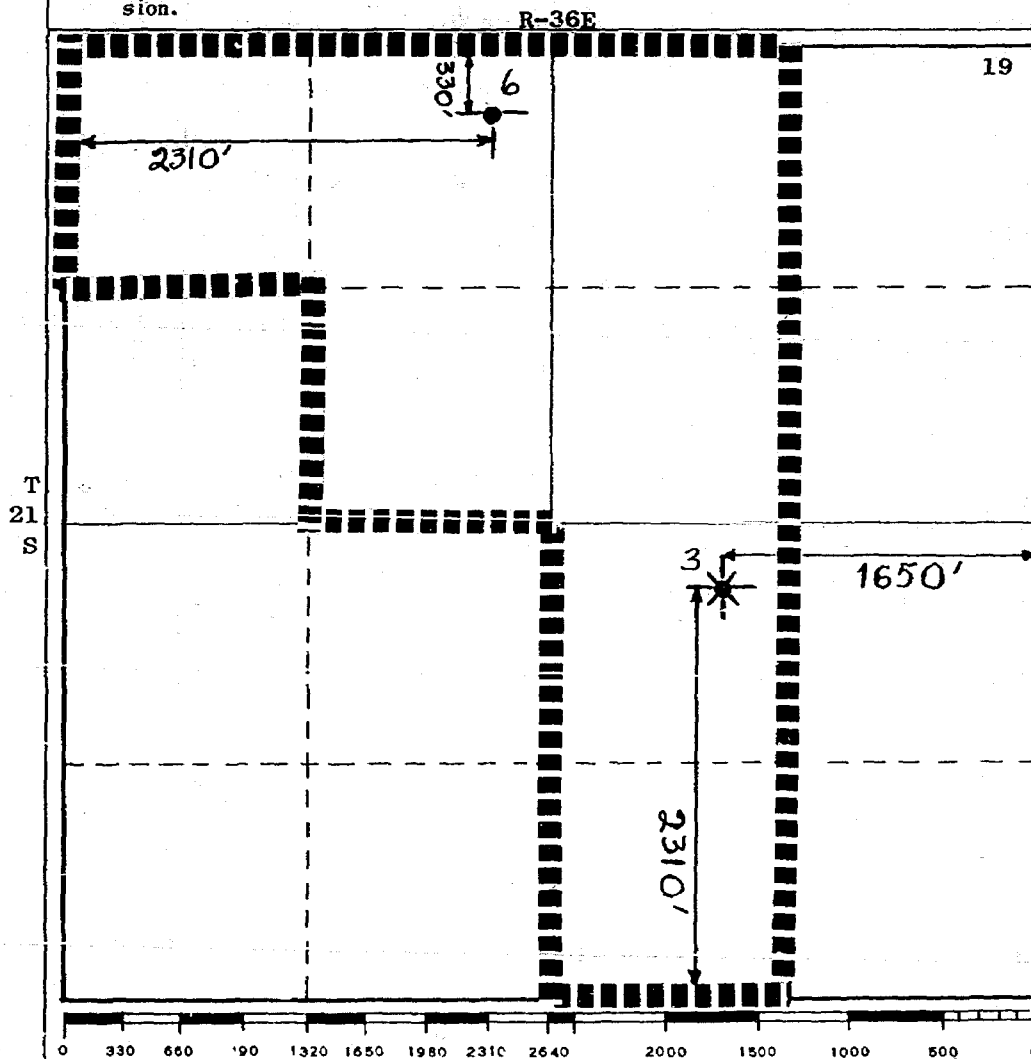
Operator <b>Atlantic Richfield Company</b>			Lease <b>State 176</b>			Well No. <b>6</b>		
Unit Letter <b>C</b>	Section <b>19</b>	Township <b>21 S</b>	Range <b>36 E</b>	County <b>Santa Fe</b>				
Actual Footage Location of Well: <b>330'</b> feet from the <b>north</b> line and <b>2310'</b> feet from the <b>west</b> line								
Ground Level Elev. <b>3638'</b>	Producing Formation <b>Queen</b>		Pool <b>Eumont</b>			Dedicated Acreage: <b>280</b> Acres		

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2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
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☐ 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 interests, has been approved by the Commission.



## CERTIFICATION

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

*Huan Quoc Pham*

Name

**Huan Quoc Pham**

Position

**Operation Engineer**

Company

**Atlantic Richfield Co.**

Date

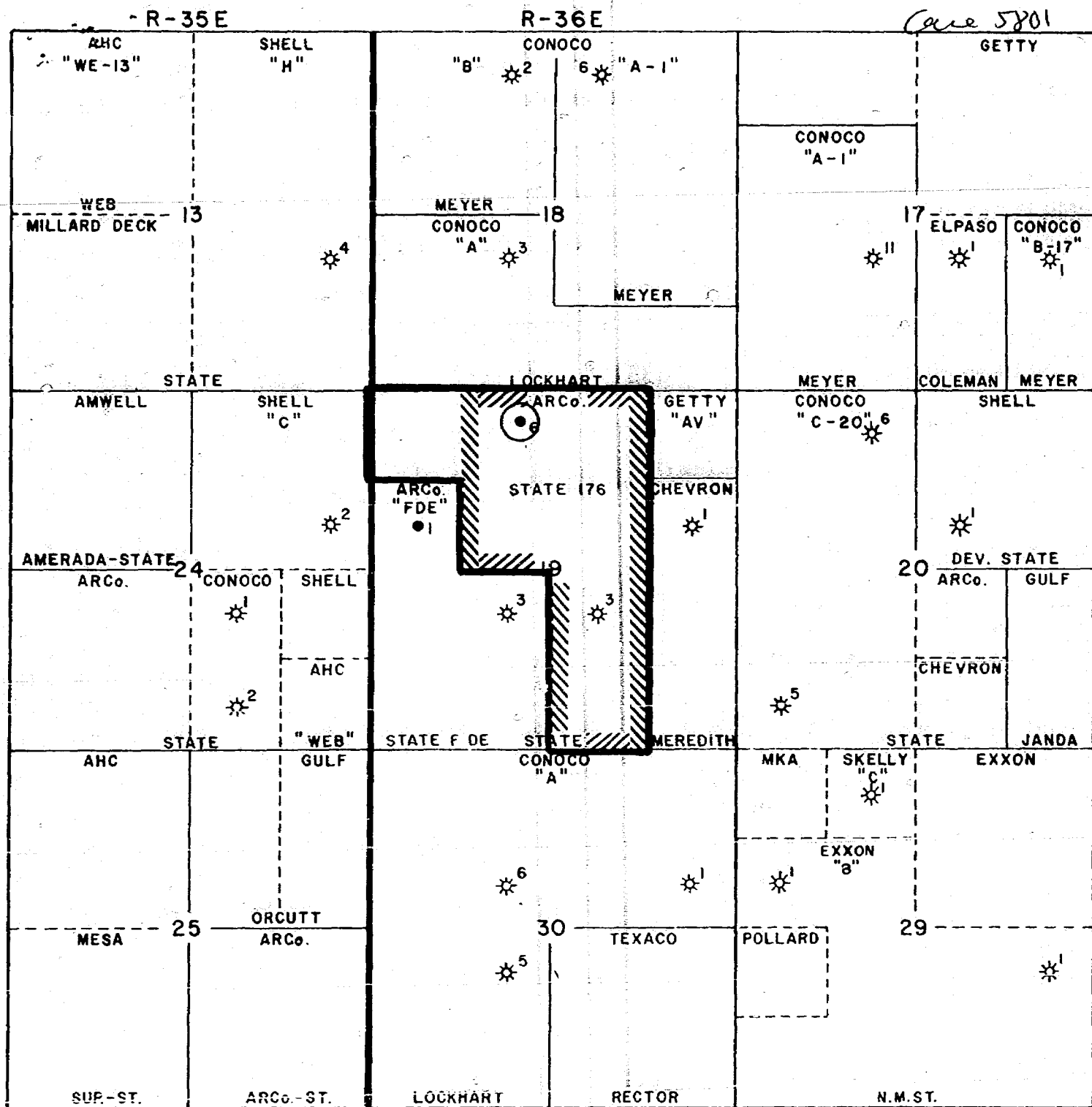
**September 16, 1976**

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

Registered Professional Engineer  
and/or Land Surveyor

Certificate No.



**Atlantic Richfield Company**   
 North American Producing Division  
 Permian District Midland, Texas

**STATE 176**

**EUMONT GAS PRODUCTION**

**LEA COUNTY, NEW MEXICO**

By <b>HUAN PHAM</b>	Drawn By <b>N.R.</b>	Date <b>7-7-76</b>
Date	Revised By	Date
Doc#	Drawn No.	

Case 5801

OFFSET OPERATORS  
State 176 Lease

- 1) Chevron  
P. O. Box 1660  
Midland, Texas 79701
- 2) Conoco  
P. O. Box 460  
Hobbs, New Mexico
- 3) Getty  
P. O. Box 1231  
Midland, Texas 79701
- 4) Shell  
P. O. Box 1509  
Midland, Texas 79701

Atlantic Richfield Company

North American Producing Division  
Permian District  
Post Office Box 1610  
Midland, Texas 79701  
Telephone 915 682 8631

Case 5801



RECEIVED  
SEP 27 1976

OIL CONSERVATION COMM.  
Santa Fe

September 16, 1976

Mr. Joe Ramey  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Non-standard Eumont Gas Unit  
State 176 No. 6  
Section 19, T-21S, R-36E  
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Dear Mr. Ramey:

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Atlantic Richfield Company believes approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. Attached are an acreage dedication plat, a map of the area, and a list of offset operators who are being notified by a copy of this application.

Very truly yours,



J. L. Tweed

HQP/agp

cc: New Mexico Oil Conservation Commission  
Hobbs Area Supervisor  
P. O. Box 1980  
Hobbs, New Mexico

Case 5801

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

RECEIVED  
SEP 27 1976  
Form C-102  
Supersedes C-128  
Effective 1-1-65  
N.M. CONSERVATION COM. 6

All distances must be from the outer boundaries of the Section.

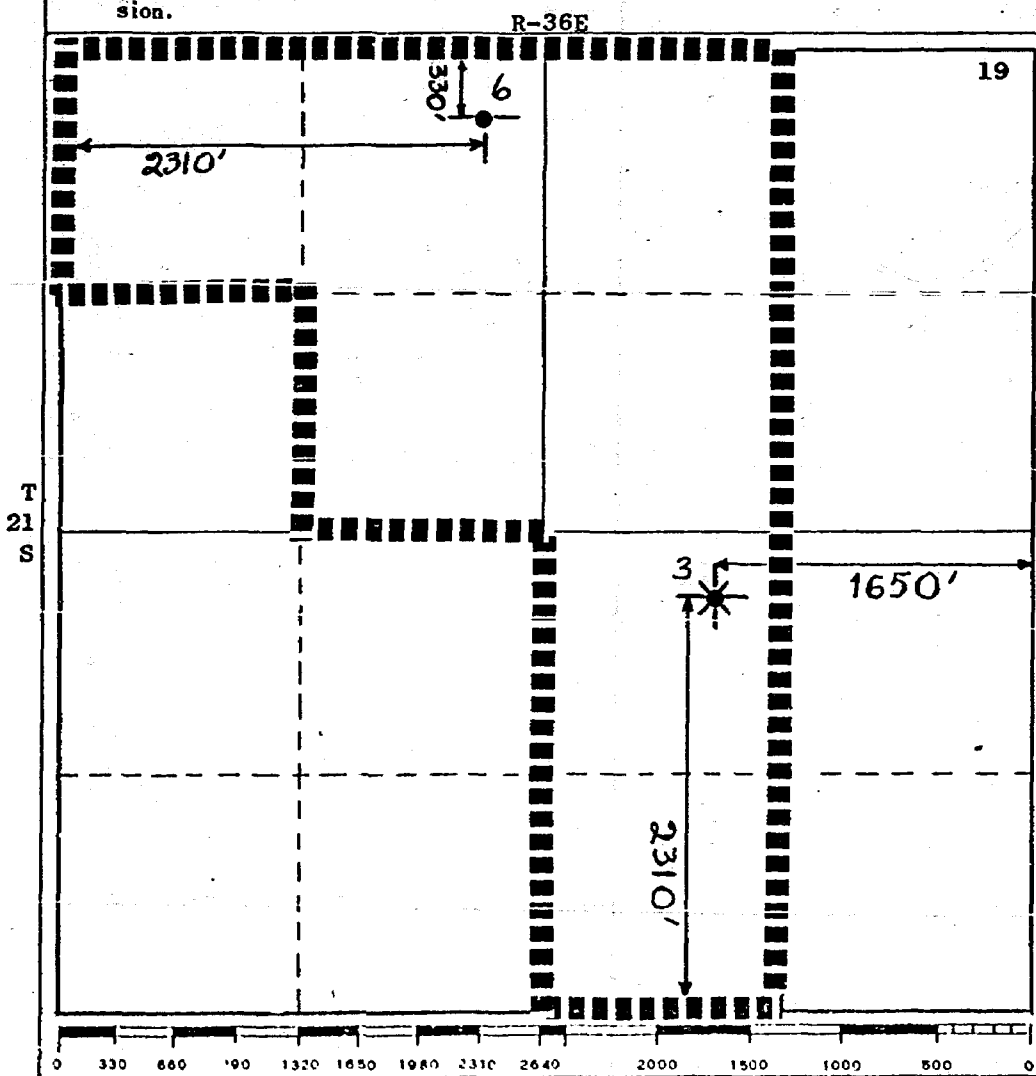
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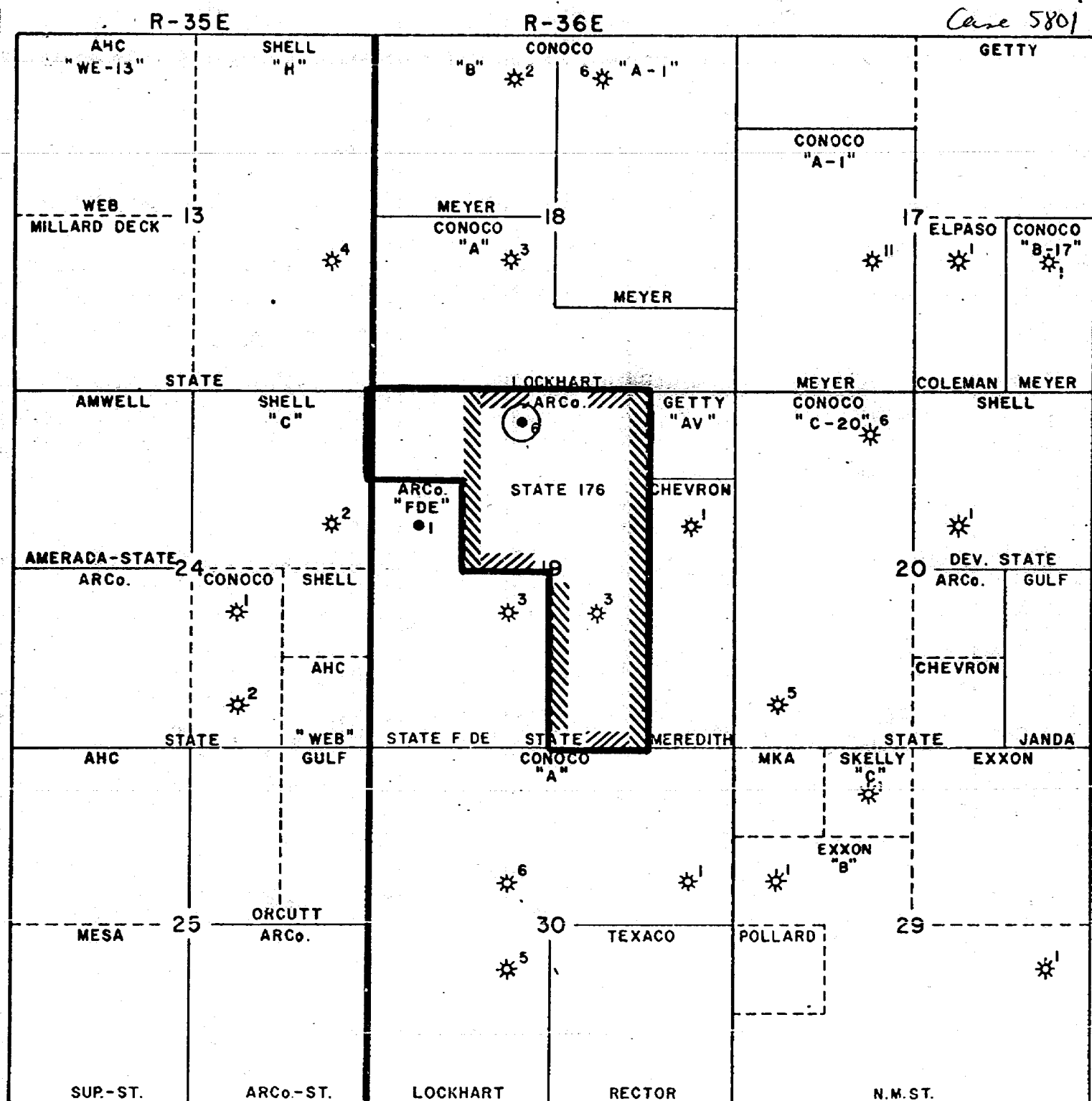
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If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

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 interests, has been approved by the Commission.



CERTIFICATION	
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.	
Name	<b>Huan Quoc Pham</b>
Position	<b>Operation Engineer</b>
Company	<b>Atlantic Richfield Co.</b>
Date	<b>September 16, 1976</b>
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	
Registered Professional Engineer and/or Land Surveyor	
Certificate No.	



L E G E N D

———— PROPOSED UNIT

////// EXISTING UNIT

Atlantic Richfield Company   
 North American Producing Division  
 Permian District Midland, Texas

STATE 176

EUMONT GAS PRODUCTION

LEA COUNTY, NEW MEXICO

By HUAN PHAM	Drawn By M.R.	Date 7-7-76
Checked By	Reviewed By	Date

Case 5801

**OFFSET OPERATORS  
State 176 Lease**

- 1) Chevron  
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Midland, Texas 79701
- 2) Conoco  
P. O. Box 460  
Hobbs, New Mexico
- 3) Getty  
P. O. Box 1231  
Midland, Texas 79701
- 4) Shell  
P. O. Box 1509  
Midland, Texas 79701



Atlantic Richfield Company / North American Producing Division  
Permian District  
Post Office Box 1610  
Midland, Texas 79701  
Telephone 915 682 8631

Case 5801



September 16, 1976

Mr. Joe Ramey  
New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Non-standard Eumont Gas Unit  
State 176 No. 6  
Section 19, T-21S, R-36E  
Lea County, New Mexico

Dear Mr. Ramey:

Atlantic Richfield Company respectfully requests administrative approval to form a non-standard 275-acre Eumont gas proration unit consisting of the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, T-21S, R-36E, Lea County, New Mexico. Currently, the previously approved 240-acre non-standard unit, W/2 E/2, and E/2 NW/4 of Section 19, T-21S, R-36E, is classified as marginal with all acreage dedicated to the State 176 No. 3.

Also, Atlantic Richfield Company requests administrative approval to simultaneously dedicate the newly-formed non-standard 275-acre unit to the State 176 No. 3 and No. 6. The State 176 No. 6, currently shut-in, was completed in the Eumont oil, which Atlantic Richfield plans to abandon and recomplete in the Eumont gas.

Atlantic Richfield Company believes approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. Attached are an acreage dedication plat, a map of the area, and a list of offset operators who are being notified by a copy of this application.

Very truly yours,

*J. L. Tweed*

J. L. Tweed

HQP/agp

cc: New Mexico Oil Conservation Commission  
Hobbs Area Supervisor  
P. O. Box 1980  
Hobbs, New Mexico

Case 5801

**NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

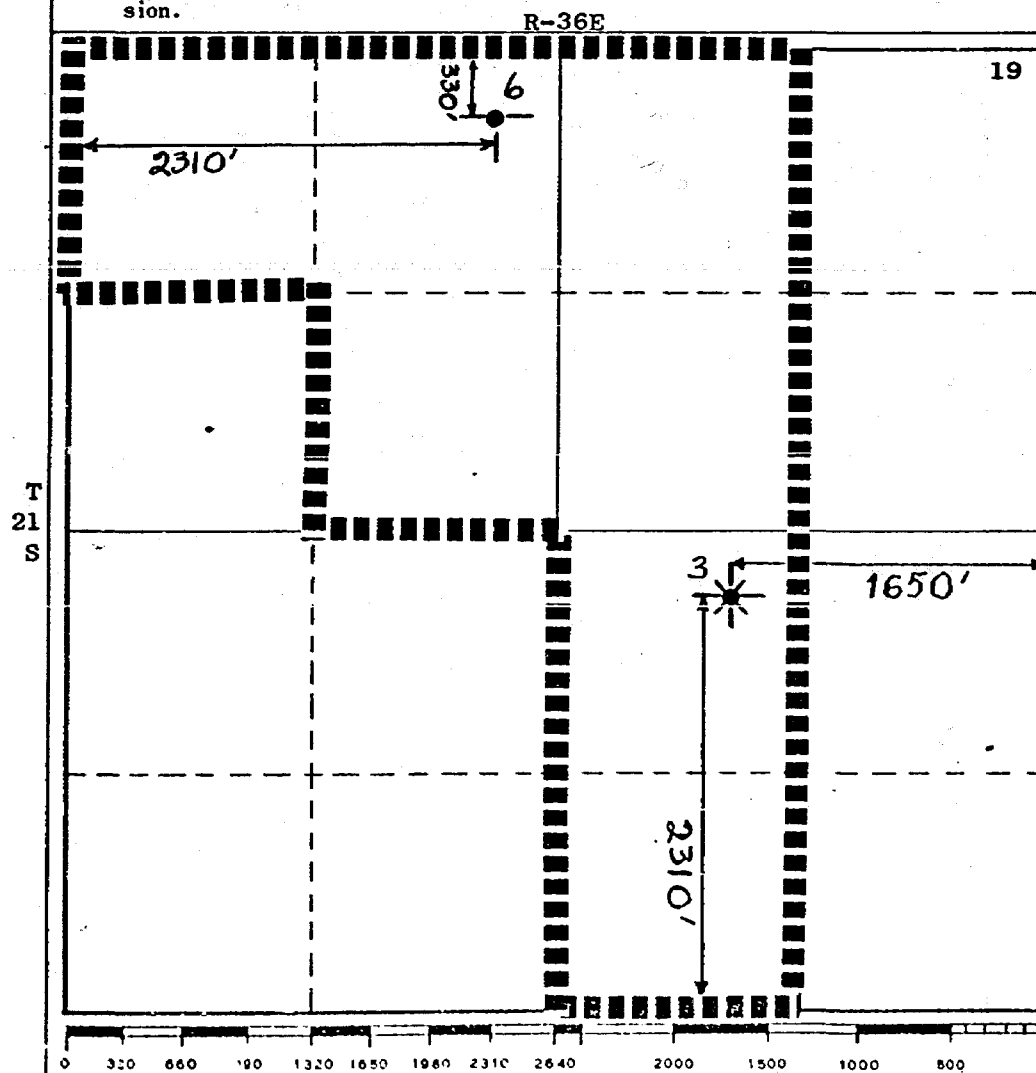
Operator <b>Atlantic Richfield Company</b>			Lease <b>State 176</b>		Well No. <b>6</b>
Unit Letter <b>C</b>	Section <b>19</b>	Township <b>21 S</b>	Range <b>36 E</b>	County <b>Lea</b>	
Actual Footage Location of Well: <b>330'</b> feet from the <b>north</b> line and <b>2310'</b> feet from the <b>west</b> line					
Ground Level Elev. <b>3638'</b>	Producing Formation <b>Queen</b>	Pool <b>Eumont</b>		Dedicated Acreage: <b>280</b> Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests 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 interests, has been approved by the Commission.



**CERTIFICATION**

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

*Huan Quoc Pham*

Name

**Huan Quoc Pham**

Position

**Operation Engineer**

Company

**Atlantic Richfield Co.**

Date

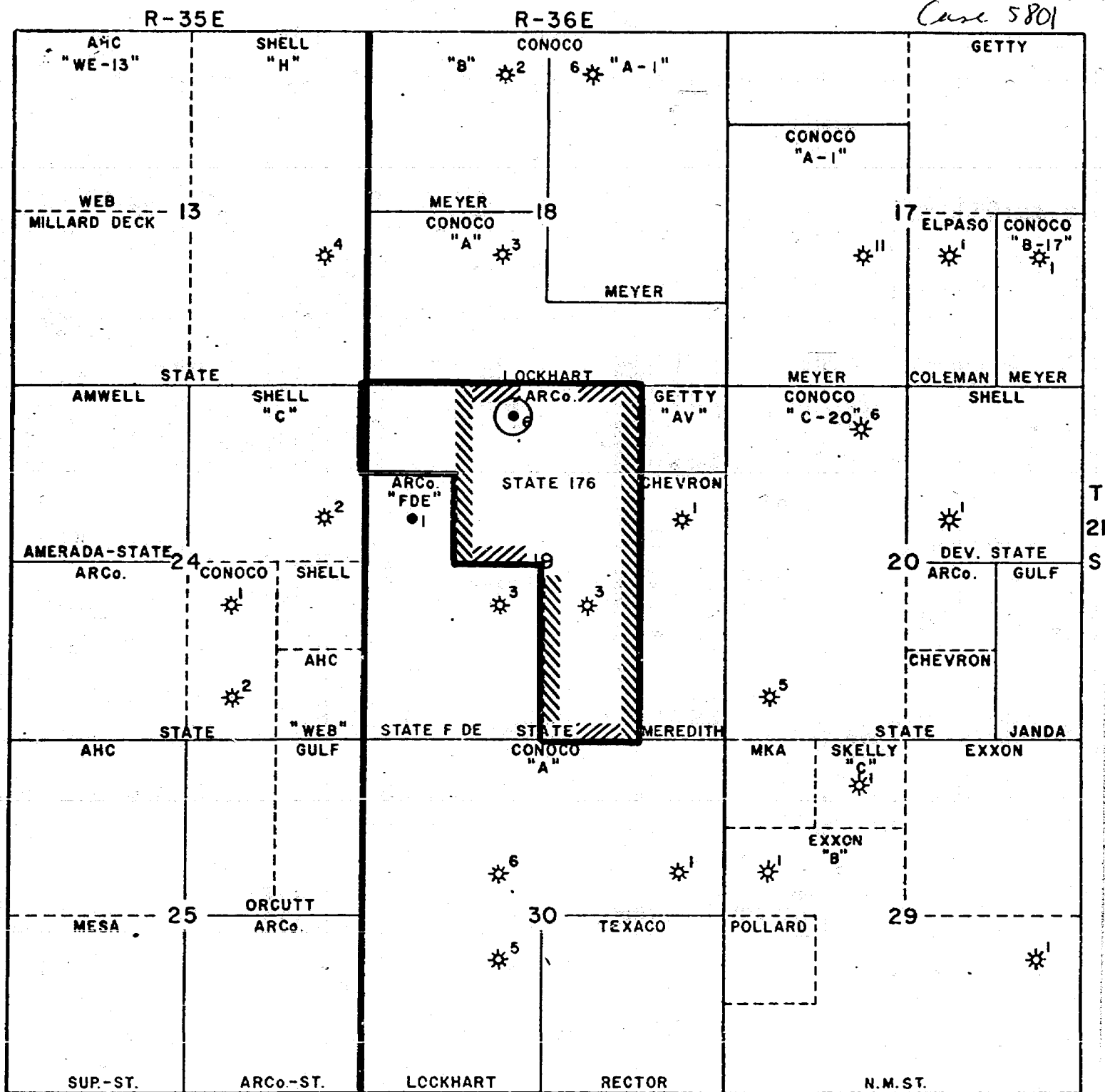
**September 16, 1976**

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

Registered Professional Engineer  
and/or Land Surveyor

Certificate No.



# L E G E N D

———— PROPOSED UNIT

////// EXISTING UNIT

Atlantic Richfield Company  
North American Producing Division  
Permian District Midland, Texas

STATE 176

EUMONT GAS PRODUCTION

LEA COUNTY, NEW MEXICO

By: HUAN PHAM Date: 7-7-71  
Drawn By: M.R. Date: 7-7-71  
Checked By: Date:

Case 5801

**OFFSET OPERATORS  
State 176 Lease**

1) Chevron  
P. O. Box 1660  
Midland, Texas 79701

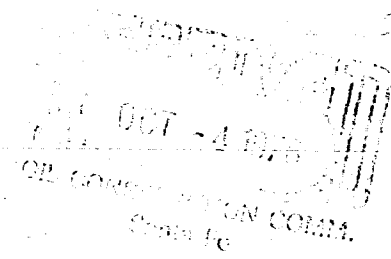
2) Conoco  
P. O. Box 460  
Hobbs, New Mexico

3) Getty  
P. O. Box 1231  
Midland, Texas 79701

4) Shell  
P. O. Box 1509  
Midland, Texas 79701

Case 5801

OIL CONSERVATION COMMISSION  
Hobbs DISTRICT



OIL CONSERVATION COMMISSION  
BOX 2088  
SANTA FE, NEW MEXICO

DATE Sept. 29, 1976

RE: Proposed MC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_  
NSP X

Gentlemen:

I have examined the application dated \_\_\_\_\_  
for the Atlantic Richfield Co. State 176 #3 & #6 19-21-36  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K.---J.S.  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours very truly,

DRAFT

dr/

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 5801

Order No. R- 5323

APPLICATION OF ATLANTIC RICHFIELD  
COMPANY FOR A NON-STANDARD PRORATION  
UNIT AND SIMULTANEOUS DEDICATION,  
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 10,  
1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this        day of November, 1976, the Commission,  
a quorum being present, having considered the testimony, the record,  
and the recommendations of the Examiner, and being fully advised  
in the premises,

FINDS:

(1) That due public notice having been given as required by  
law, the Commission has jurisdiction of this cause and the subject  
matter thereof.

(2) That the applicant, Atlantic Richfield Company, seeks  
approval of a 275-acre non-standard gas proration unit comprising  
the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, Township 21  
South, Range 36 East, NMPM, Emmon+ Gas Pool, Lea County, New Mexico,  
to be simultaneously dedicated to its  
State 176 Wells Nos. 3 and 6 located at unorthodox locations in  
Units J and C, respectively, of said Section 19.

(5) That Commission Order No R-1256 should be superseded.

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Case No. 5801  
Order No. R-

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Eumont Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid wells.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That a 275-acre non-standard gas proration unit in the Eumont Gas Pool comprising the W/2 E/2, N/2 NW/4, and SE/4 NW/4 of Section 19, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and simultaneously dedicated to its State 176 Wells Nos. 3 and 6, located at unorthodox locations in Units J and C, respectively, of said Section 19.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

(2) That Commission Order No. R-1256 is hereby superseded.