



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

October 3, 1996

Texaco Exploration and Production, Inc.
205 East Bender Blvd.
Hobbs, New Mexico 88240
Attention: Britton M. McQuien

Administrative Order NSP-1765

Dear Mr. McQuien:

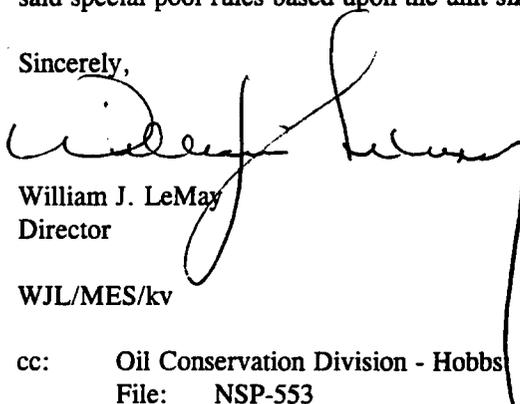
Reference is made to your application dated August 28, 1996, as supplemented by letter dated September 16, 1996, for a 280-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 11: NW/4 NE/4, S/2 NE/4, and SE/4

It is my understanding that this unit is to be dedicated to the existing C. H. Wier "B" Well No. 5 (API No. 30-025-06062), located at a standard gas well location 1980 feet from the North line and 1650 feet from the East line (Unit G) of said Section 11.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, Texaco Exploration and Production, Inc. is hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 280 acres.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs
File: NSP-553

REMARKS: The previously approved Division Administrative Order NSP-553, dated May 11, 1961, which authorized the formation of a non-standard 160-acre Eumont gas spacing and proration unit comprising the SE/4 of said Section 11 and had dedicated to it the Texaco Exploration and Production, Inc. C. H. Weir "B" Well No. 4 (API No. 30-025-06061), located 2044 feet from the South line and 660 feet from the East line (Unit I) of said Section 11 until such time as the Eumont interval in said well was abandoned in 1973, shall be rescinded at this time.



Effective 7-11-01

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

July 5, 2001

James A. Hall
District Judge, Division II
First Judicial District Court
P.O. Box 2268
Santa Fe, New Mexico 87504

Re: *Doyle Hartman, Oil Operator v. The New Mexico Oil Conservation Division, Lori Wrotenbery, Division Director, First Judicial District Cause No. D-0101-CV9902927*

Dear Judge Hall,

Counsel for the Division in this matter, Lyn Hebert, has left the Energy, Minerals and Natural Resources Department and for the time being I am handling this matter.

Please find enclosed the original and several copies of a proposed Amended Stipulated Declaratory Judgment in the above-referenced case. If appropriate, the parties desire that you execute the Amended Judgment.

As you recall, the parties agreed to entry of a Stipulated Declaratory Judgment, which was executed and filed on January 4, 2001. Since entry of the Judgment, minor issues have arisen with regard to its proper interpretation, and the parties conferred recently and agreed to minor amendments to clarify its meaning. The changes from the original Judgment are found in paragraph 2 and paragraph 3.

If you desire further explanation of the changes, I will be happy to request a hearing for presentment.

Thank you very much for your further consideration of this matter.

Sincerely,

Stephen C. Ross
Assistant General Counsel

Cc: J.E. Gallegos

**FIRST JUDICIAL DISTRICT
STATE OF NEW MEXICO
COUNTY OF SANTA FE**

DOYLE HARTMAN, OIL OPERATOR,

Plaintiff,

v.

No. D-0101-CV9902927

**NEW MEXICO OIL CONSERVATION
DIVISION, LORI WROTENBERY, DIVISION
DIRECTOR,**

Defendants.

AMENDED STIPULATED DECLARATORY JUDGMENT

Plaintiff Doyle Hartman, Oil Operator filed his Motion for Summary Judgment herein on December 15, 2000, which was supported by a Memorandum and Affidavit of Linda Land. The defendants New Mexico Oil Conservation Division ("Division") and Lori Wrotenbery, Division Director, agreed to the granting of the plaintiff's motion by the entry of a Declaratory Judgment and that judgment should be modified to provide the terms hereafter stated and the Court being fully advised IT IS THEREFORE ORDERED AND DECREED as follows:

1. The approval of drilling an additional well or wells on a spacing unit ("infill drilling") in the Eumont and Jalmat Gas Pools shall be administered in a manner that affords due process to affected parties, including notice, an opportunity to object and in the case of objection a right to public hearing in accordance with Division Rule 104.

2. In accordance with those principles it is provided that in the event an operator files an application with the Division for approval of an additional well or wells

in the Eumont Gas Pool or the Jalmat Gas Pool, which if allowed would result in spacing of less than 160 acres per well on a proration unit, the infill well or wells may be permitted only after notice pursuant to Division Rule 1207A(2) and opportunity for hearing for affected persons. Once notice is provided, the Division may process the application in a manner consistent with paragraph 3, herein, and otherwise consistent with the Division's practice, its Rules and Regulations and the Oil and Gas Act.

3. If no affected person timely objects and Division rules allow for administrative approval of the application, the application may be processed administratively and approved or denied by the Division without hearing. If an affected person timely objects, the Division shall set the matter for hearing.

4. This order will not impact or affect any administrative approvals issued prior to December 15, 2000, except for those orders which were the subject of this litigation.

5. Each party shall bear their own costs and fees incurred in this matter.

JAMES A. HALL
DISTRICT COURT JUDGE

AGREED AND APPROVED:

GALLEGOS LAW FIRM, P.C.

By  _____
J.E. GALLEGOS
MICHAEL J. CONDON
Attorneys for Doyle Hartman, Oil Operator

By



STEPHEN C. ROSS

Attorney for New Mexico Oil Conservation
Division and Lori Wrotenbery, Director

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

07/27/01 08:19:35
OGOMES -TPHY
PAGE NO: 1

Sec : 11 Twp : 20S Rng : 37E Section Type : NORMAL

<p>D 40.00 Fee owned C A</p>	<p>C 40.00 CS B00244 0001 CHEVRON U S A INC C 11/22/38 A</p>	<p>B 40.00 Fee owned</p>	<p>A 40.00 Fee owned U P A A</p>
<p>E 40.00 CS B00244 0001 CHEVRON U S A INC C 11/22/38 A</p>	<p>F 40.00 CS B00244 0001 CHEVRON U S A INC C 11/22/38</p>	<p>G 40.00 Fee owned A A</p>	<p>H 40.00 Fee owned A</p>

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 BKWD PF08 FWD PF09 PRINT PF10 SDIV PF11 PF12

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

07/27/01 08:19:38
OGOMES -TPHY
PAGE NO: 2

Sec : 11 Twp : 20S Rng : 37E Section Type : NORMAL

L 40.00	K 40.00	J 40.00	I 40.00
Federal owned	Federal owned	Fee owned	Fee owned
A	A A	A A	A A
M 40.00	N 40.00	O 40.00	P 40.00
Federal owned	Federal owned	Fee owned	Fee owned
	A		A A

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

CMD : ONGARD 07/27/01 08:24:34
OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TPHY

OGRID Idn : 22351 API Well No: 30 25 35593 APD Status(A/C/P): A
Opr Name, Addr: TEXACO EXPLORATION & PRODUCTION Aprvl/Cncl Date : 06-13-2001
PO BOX 3109
MIDLAND, TX 79702

Prop Idn: 11132 C H WEIR B Well No: 12

	U/L	Sec	Township	Range	Lot	Idn	North/South	East/West
Surface Locn	: J	11	20S	37E			FTG 1650 F S	FTG 1650 F E
OCD U/L	: J		API County	: 25				

Work typ(N/E/D/P/A) : N Well typ(O/G/M/I/S/W/C): O Cable/Rotary (C/R) : F
Lease typ(F/S/P/N/J/U/I): P Ground Level Elevation : 3752

State Lease No: Multiple Comp (S/M/C) : S
Prpsd Depth : 4000 Prpsd Frmtn : QUEEN

E0009: Enter data to modify record

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06 CONFIRM
PF07	PF08	PF09 PRINT	PF10 C102	PF11 HISTORY	PF12

CMD : ONGARD 07/27/01 08:21:14
 OG6ACRE C102-DEDICATE ACREAGE OGOMES -TPHY
 Page No : 1

API Well No : 30 25 6062 Eff Date : 08-01-1996
 Pool Idn : 76480 EUMONT;YATES-7 RVRS-QUEEN (PRO GAS)
 Prop Idn : 11132 C H WEIR B Well No : 005
 Spacing Unit : 48648 OCD Order : NSP 1765 Simultaneous Dedication:
 Sect/Twp/Rng : Acreage : 280.00 Revised C102? (Y/N) :
 Dedicated Land:

S	Base	U/L	Sec	Twp	Rng	Acreage	L/W	Ownership	Lot	Idn
	B		11	20S	37E	40.00	N	FE		
	G		11	20S	37E	40.00	N	FE		
	H		11	20S	37E	40.00	N	FE		
	I		11	20S	37E	40.00	N	FE		
	J		11	20S	37E	40.00	N	FE		
	O		11	20S	37E	40.00	N	FE		
	P		11	20S	37E	40.00	N	FE		

E0005: Enter data to modify or PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF

CMD : ONGARD 07/27/01 08:21:02
OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TPHY

API Well No : 30 25 6062 Eff Date : 08-01-1996 WC Status : A
Pool Idn : 76480 EUMONT;YATES-7 RVRs-QUEEN (PRO GAS)
OGRID Idn : 22351 TEXACO EXPLORATION & PRODUCTION INC
Prop Idn : 11132 C H WEIR B

Well No : 005
GL Elevation: 3609

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: G	11	20S	37E	FTG 1980 F N	FTG 1650 F E	A

Lot Identifier:

Dedicated Acre: 280.00

Lease Type : P

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06
PF07 PF08 PF09 PF10 NEXT-WC PF11 HISTORY PF12 NXTREC

CMD :
OG6ACRE

ONGARD
C102-DEDICATE ACREAGE

07/27/01 08:21:14
OGOMES -TPHY
Page No : 1

API Well No : 30 25 6062 Eff Date : 08-01-1996
Pool Idn : 76480 EUMONT;YATES-7 RVRS-QUEEN (PRO GAS)
Prop Idn : 11132 C H WEIR B Well No : 005
Spacing Unit : 48648 OCD Order : NSP 1765 Simultaneous Dedication:
Sect/Twp/Rng : Acreage : 280.00 Revised C102? (Y/N) :
Dedicated Land:

S	Base	U/L	Sec	Twp	Rng	Acreage	L/W	Ownership	Lot	Idn
	B		11	20S	37E	40.00	N	FE		
	G		11	20S	37E	40.00	N	FE		
	H		11	20S	37E	40.00	N	FE		
	I		11	20S	37E	40.00	N	FE		
	J		11	20S	37E	40.00	N	FE		
	O		11	20S	37E	40.00	N	FE		
	P		11	20S	37E	40.00	N	FE		

E0005: Enter data to modify or PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06 CONFIRM
PF07 BKWD	PF08 FWD	PF09	PF10 LAND	PF11 NXTSEC	PF12 RECONF

CMD : ONGARD 07/27/01 08:23:30
OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TPHY
Page No: 1

OGRID Identifier : 22351 TEXACO EXPLORATION & PRODUCTION INC
Pool Identifier : 76480 EUMONT;YATES-7 RVRS-QUEEN (PRO GAS)
API Well No : 30 25 6062 Report Period - From : 01 2000 To : 06 2001

API Well No	Property Name	Prod. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 25 6062	C H WEIR B	01 00 31	4677	93 P
30 25 6062	C H WEIR B	02 00 29	4369	87 P
30 25 6062	C H WEIR B	03 00 31	4294	32 P
30 25 6062	C H WEIR B	04 00 30	4391	30 P
30 25 6062	C H WEIR B	05 00 31	4498	31 P
30 25 6062	C H WEIR B	06 00 30	4248	30 P
30 25 6062	C H WEIR B	07 00 31	4309	31 P

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD :
OG6IPRD

ONGARD
INQUIRE PRODUCTION BY POOL/WELL

07/27/01 08:23:33
OGOMES -TPHY
Page No: 2

OGRID Identifier : 22351 TEXACO EXPLORATION & PRODUCTION INC
Pool Identifier : 76480 EUMONT;YATES-7 RVRS-QUEEN (PRO GAS)
API Well No : 30 25 6062 Report Period - From : 01 2000 To : 06 2001

API Well No	Property Name	Prodn. MM/YY	Days Prod	Production Volumes Gas	Oil	Water	Well Stat
30 25 6062	C H WEIR B	08 00	31	3468		31	P
30 25 6062	C H WEIR B	09 00	30	4036		30	P
30 25 6062	C H WEIR B	10 00	31	4237		61	P
30 25 6062	C H WEIR B	11 00	29	3641		59	P
30 25 6062	C H WEIR B	12 00	31	3840			P
30 25 6062	C H WEIR B	01 01	31	2859			P
30 25 6062	C H WEIR B	02 01	28	3582			P

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 07/27/01 08:23:34
OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TPHY
Page No: 3

OGRID Identifier : 22351 TEXACO EXPLORATION & PRODUCTION INC
Pool Identifier : 76480 EUMONT;YATES-7 RVRS-QUEEN (PRO GAS)
API Well No : 30 25 6062 Report Period - From : 01 2000 To : 06 2001

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 25 6062	C H WEIR B	03 01 31	3698	P
30 25 6062	C H WEIR B	04 01 30	3816	P
30 25 6062	C H WEIR B	05 01 31	3341	P

Reporting Period Total (Gas, Oil) : 67304 515

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD :
OG6IWCM

ONGARD
INQUIRE WELL COMPLETIONS

07/27/01 08:19:57
OGOMES -TPHY

API Well No : 30 25 6060 Eff Date : 01-01-2001 WC Status : T
Pool Idn : 22800 EUMONT;YATES-7 RVRS-QUEEN (OIL)
OGRID Idn : 192463 OXY USA WTP LIMITED PARTNERSHIP
Prop Idn : 27941 EAST EUMONT UNIT

Well No : 126
GL Elevation: 99999

	U/L	Sec	Township	Range	North/South	East/West	Prop/Act (P/A)
B.H. Locn	: A	11	20S	37E	FTG 330 F N	FTG 660 F E	A

Lot Identifier:

Dedicated Acre:

Lease Type : P

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07	PF08	PF09	PF10 NEXT-WC	PF11 HISTORY	PF12 NXTREC

CMD :
OG6ACRE

ONGARD
C102-DEDICATE ACREAGE

07/27/01 08:20:06
OGOMES -TPHY
Page No :

API Well No : 30 25 6060 Eff Date :
Pool Idn : 22800 EUMONT;YATES-7 RVRS-QUEEN (OIL)
Prop Idn : 27941 EAST EUMONT UNIT Well No : 126
Spacing Unit : OCD Order : Simultaneous Dedication:
Sect/Twp/Rng : 11 20S 37E Acreage : Revised C102? (Y/N) :
Dedicated Land:

S Base U/L Sec Twp Rng Acreage L/W Ownership Lot Idn

I6437: Change sect-twp-rng or <Enter> to continue

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 LAND PF11 NXTSEC PF12 RECONF

CMD :
OG6IPRD

ONGARD
INQUIRE PRODUCTION BY POOL/WELL

07/27/01 08:20:22
OGOMES -TPHY
Page No: 1

OGRID Identifier : 16696 OXY USA INC
Pool Identifier : 22800 EUMONT;YATES-7 RVRS-QUEEN (OIL)
API Well No : 30 25 6060 Report Period - From : 01 2000 To : 06 2001

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 25 6060	EAST EUMONT UNIT	01 00		T
30 25 6060	EAST EUMONT UNIT	02 00		T
30 25 6060	EAST EUMONT UNIT	03 00		T
30 25 6060	EAST EUMONT UNIT	04 00		T
30 25 6060	EAST EUMONT UNIT	05 00		T
30 25 6060	EAST EUMONT UNIT	06 00		T
30 25 6060	EAST EUMONT UNIT	07 00		T

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12

CMD : ONGARD 07/27/01 08:20:24
OG6IPRD INQUIRE PRODUCTION BY POOL/WELL OGOMES -TPHY
Page No: 2

OGRID Identifier : 16696 OXY USA INC
Pool Identifier : 22800 EUMONT;YATES-7 RVRS-QUEEN (OIL)
API Well No : 30 25 6060 Report Period - From : 01 2000 To : 06 2001

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 25 6060	EAST EUMONT UNIT	08 00		T
30 25 6060	EAST EUMONT UNIT	09 00		T
30 25 6060	EAST EUMONT UNIT	10 00		T
30 25 6060	EAST EUMONT UNIT	11 00		T
30 25 6060	EAST EUMONT UNIT	12 00		T

Reporting Period Total (Gas, Oil) :

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPOOL PF11 NXTOGD PF12