



CONSERVATION DIVISION
 Texaco E & P PROJECTS, INC. PO Box 730
 Hobbs NM 88241-0730
 505 393 7191
 '94 NOV 4 AM 8 52

October 31, 1994

Attn: Mr. William J. LeMay Mr. J. T. Sexton
 NMOCD NMOCD
 PO Box 2088 PO Box 1980
 Santa Fe, NM 87501 Hobbs, NM 88240

RE: Application for Unorthodox Jalmat Gas Well Location and Simultaneous Dedication

Mexico "G" #2

**Jalmat (Tansill/Yates/Seven Rivers) Gas Pool
 UL F, Sect. 16, Town. 24S, Range 37E
 Lea County, New Mexico**

Dear Mr. LeMay and Mr. Sexton:

Texaco Exploration and Production Inc. Respectfully requests administrative approval for an unorthodox Jalmat gas well location for the Mexico "G" #2, located 1980' FNL, and 2308' FWL, section 16, Township 24S, and Range 37E. The Mexico "G" #2 is currently completed in the Langlie Mattix formation and is shut-in due to uneconomical conditions. TEPI currently has plans to recomplete the subject well uphole to the Jalmat pool. TEPI also requests simultaneous dedication of the Jalmat gas production from the Mexico "G" #1 with the production from Mexico "G" #2 and the Mexico "G" #3, which to this date has not been spudded. The Mexico "G" #1 is a Jalmat gas well that is currently dedicated to an existing 160 acre proration unit comprised of the NW corner of section 16. *appears to have been created by R-570*

Attached is a C102 form identifying the proposed situation on the subject 160 acre Jalmat proration unit. Also attached is a list of offset operators and/or co-owners for this unit, and a land plat map of the surrounding area.

TEPI believes approval of this request will be in the interest of conservation, will protect correlative rights, and will allow for a more complete recovery of Jalmat gas reserves from the subject acreage.

TEPI is notifying the offset operators of this application by sending a copy of this application package, along with waiver to objection forms, by certified mail. If you need further information, please call me at (505) 397-0426.

Sincerely,

Darrell J. Carriger
 Darrell J. Carriger
 Engineer Assistant

Note: No APD has been filed on the Mexico "G" Well No. 3 to date.

djc
 Attachments

Offset Operators:

Please indicate your approval for our request as detailed in the attached package by signing the waiver form below. Please return the signed waiver in the enclosed self-addressed envelop.

Thank you for your cooperation in this matter.

WAIVER TO OBJECTION

TEXACO EXPLORATION AND PRODUCTION

**Application for an
Unorthodox Jalmat Gas Well Location
Mexico "G" #2
and
Simultaneous Dedication of Jalmat Gas Production
Mexico "G" #2 (existing)
Mexico "G" #3 (to be drilled)
Jalmat Gas Pool
NW/4, Section 16, Township 24S, Range 37E
Lea County, New Mexico**

I/We do hereby waive any objection to Texaco Exploration and Production Inc.'s request for NMOCD Administrative Approval of and unorthodox well location for the Mexico "G" #2, and simultaneous dedication of Jalmat gas production from the Mexico "G" #2 and the Mexico "G" #3 to and existing 160 - acre proration unit.

Signed: _____

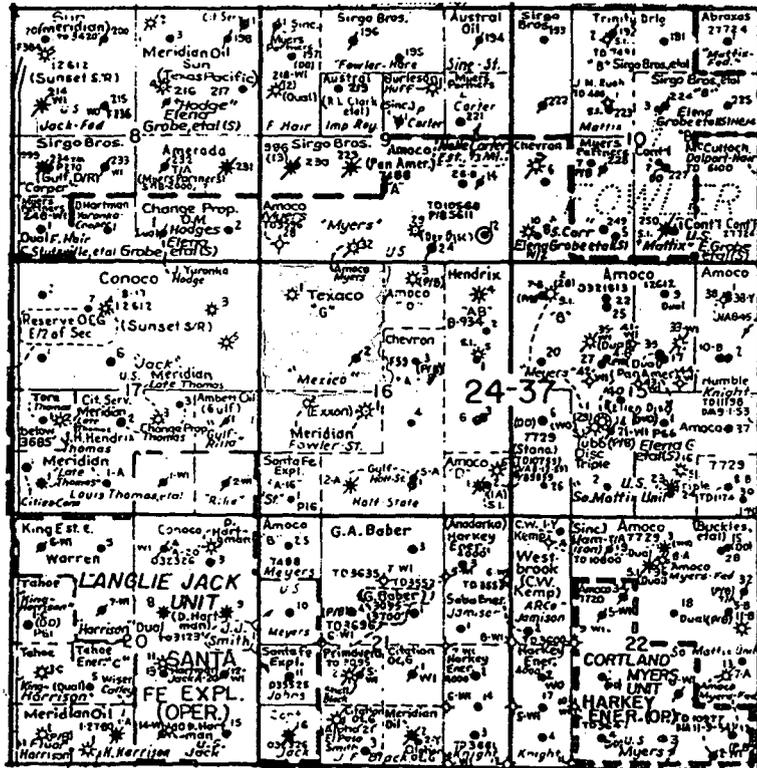
Title: _____

Company: _____

Date: _____

TEXACO EXPLORATION AND PRODUCTION

Application for an
 Unorthodox Jalmat Gas Well Location
 Mexico "G" #2
 and
 Simultaneous Dedication of Jalmat Gas Production
 Mexico "G" #2 (existing)
 Mexico "G" #3 (to be drilled)
 Jalmat Gas Pool
 NW/4, Section 16, Township 24S, Range 37E
 Lea County, New Mexico



Offset Operators

- Amoco Production Co.
- Arch Petroleum Inc.
- Meridian Oil Inc.
- Conoco Inc.
- Chance Hodges Properties
- Ambett Oil Co Inc.

DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88211-0719

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

P.O. Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-102

Revised February 10, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30 025 11123		² Pool Code 79240		³ Pool Name JALMAT TANSILL YT 7 RVRIS (PRO GAS)	
⁴ Property Code 37240		⁵ Property Name MEXICO -G-			⁶ Well No. 2
⁷ OGRID Number 022351		⁸ Operator Name TEXACO EXPLORATION & PRODUCTION INC			⁹ Elevation

¹⁰ Surface Location

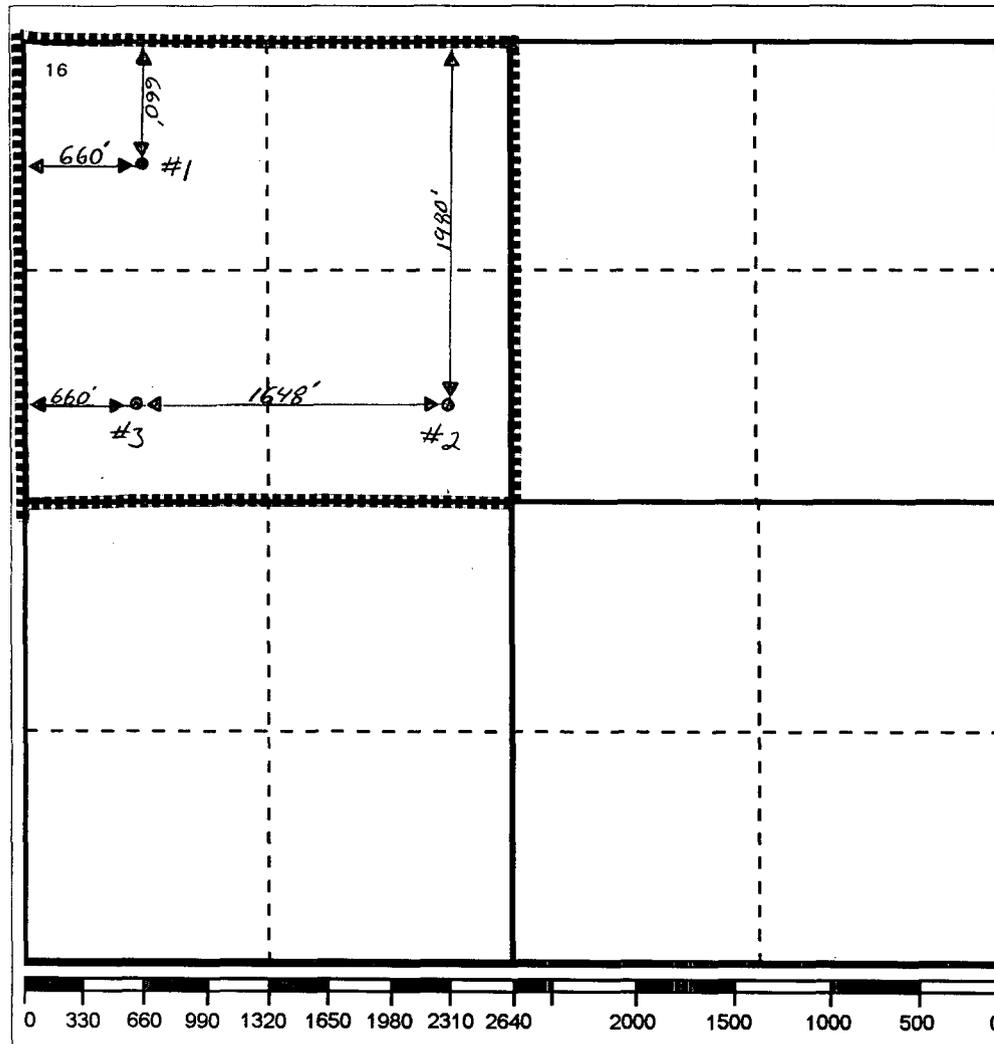
Ul or lot no.	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County
F	16	24S	37E		1980	NORTH	2308	WEST	LEA

¹¹ Bottom Hole Location If Different From Surface

Ul or lot no.	Section	Township	Range	Lot.Idn	Feet From The	North/South Line	Feet From The	East/West Line	County

¹² Dedicated Acres 160	¹³ Joint or Infill No	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



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

Signature: *Darrell J. Carriger*
Printed Name: Darrell J. Carriger
Position: Engineers Assistant
Date: 10/31/94

18 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: _____
Signature & Seal of Professional Surveyor: _____
Certificate No.: _____

February 24, 1971

**Skelly Oil Company
P. O. Box 1351
Midland, Texas 79701**

Attention: Mr. P. L. Hunley

Administrative Order HSL-485

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Mexico "G" Well No. 2, located 1980 feet from the North line and 2308 feet from the West line of Section 16, Township 24 South, Range 37 East, HMPM, Fowler-Upper Yaso Pool, Lea County, New Mexico.

By authority granted me under the provisions of the rules, regulations, and orders governing the Fowler-Upper Yaso Pool, the above-described unorthodox well location is hereby approved.

Very truly yours,

**A. L. PORTER, Jr.
Secretary-Director**

ALP/GHE/esr

**cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe**