

Release July 23, 1985

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 27, 1985

Mr. Richard L. Stamets
New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Jalmat Gas Pool
160 Acre deduction
SW/4, Section 29

Re: Olsen-Blinebry No. 2
SW/4 Section 29
T-23-S, R-37-E
Lea County, New Mexico
1) Non-standard Location
2) Simultaneous Dedication
to existing proration
unit
3) Notice of Section 103
Infill Application

rec'd July 31, 1985 By Dec
NSL-2101
RULE-104FE
date 7/31
Case 8669
dismissed @
hrg July 31
Obtained
lawyer
from
ad
offset
operators
except
Cousins

Gentlemen:

We are currently in the process of filing an application for permit to drill our proposed Olsen-Blinebry No. 2 Jalmat gas well at a location of 500' FSL and 500' FWL (M) Section 29, T-23-S, R-37-E, Lea County, New Mexico. The newly completed well will be classified as an infill Jalmat gas well and will be simultaneously dedicated to the previously existing 160-acre non-standard Jalmat proration unit consisting of the SW/4 Section 29, T-23-S, R-37-E.

Because of numerous currently existing surface restrictions created by Texaco's Myers Langlie Mattix Unit waterflood which utilizes the same surface acreage as our proposed Olsen-Blinebry No. 2 well, the newly proposed well will be drilled at a non-standard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E Lea County, New Mexico instead of the standard 660' location. Therefore, we also respectfully request administrative approval of a non-standard Jalmat (Gas) location for our Olsen-Blinebry No. 2

Furthermore, in compliance with the Natural Gas Policy Act of 1978, a separate application will also be submitted to the Bureau of Land Management to obtain administrative approval for the well as a Section 103 infill well.

Three copies of a plat showing the location of the previously approved 160-acre proration unit plus the location of the proposed new well, along with a plat depicting surface obstructions are enclosed.

New Mexico Oil Conservation Division
June 27, 1985
Page 2

Copies of the enclosed application have also been sent by certified mail to all offsetting parties owning Jalmat gas rights. The following is a list of the offsetting Jalmat gas owners:

Gulf Oil Corporation
Post Office Box 1150
Midland, Texas 79702

Attention: J. R. Frank
Chief Proration Engineer

Conoco, Inc.
Post Office Box 1959
Midland, Texas 79702

Attention: David M. Goodfellow

Great Western Drilling Company
Post Office Box 1659
Midland, Texas 79702

Attention: B. C. Mahany
General Superintendent

HCW Exploration, Inc.
Post Office Box 10585
Midland, Texas 79702

Attention: Mr. Steve A. Douglas

ARCo Oil and Gas Company
Post Office Box 1610
Midland, Texas 79702

Attention: Craig Payken
Area Engineer

Thank you for your consideration.

Very truly yours,

DOYLE HARTMAN

Michelle Hembree

Michelle Hembree
Administrative Assistant

MH/dr

Enclosure

New Mexico Oil Conservation Division
June 27, 1985
Page 3

cc: New Mexico Oil Conservation Division
District I Office
Post Office Box 1980
Hobbs, New Mexico 88240
Attn: Mr. Jerry Sexton

Mr. William F. Carr
Campbell & Black
Post Office Box 2208
Santa Fe, New Mexico 87501

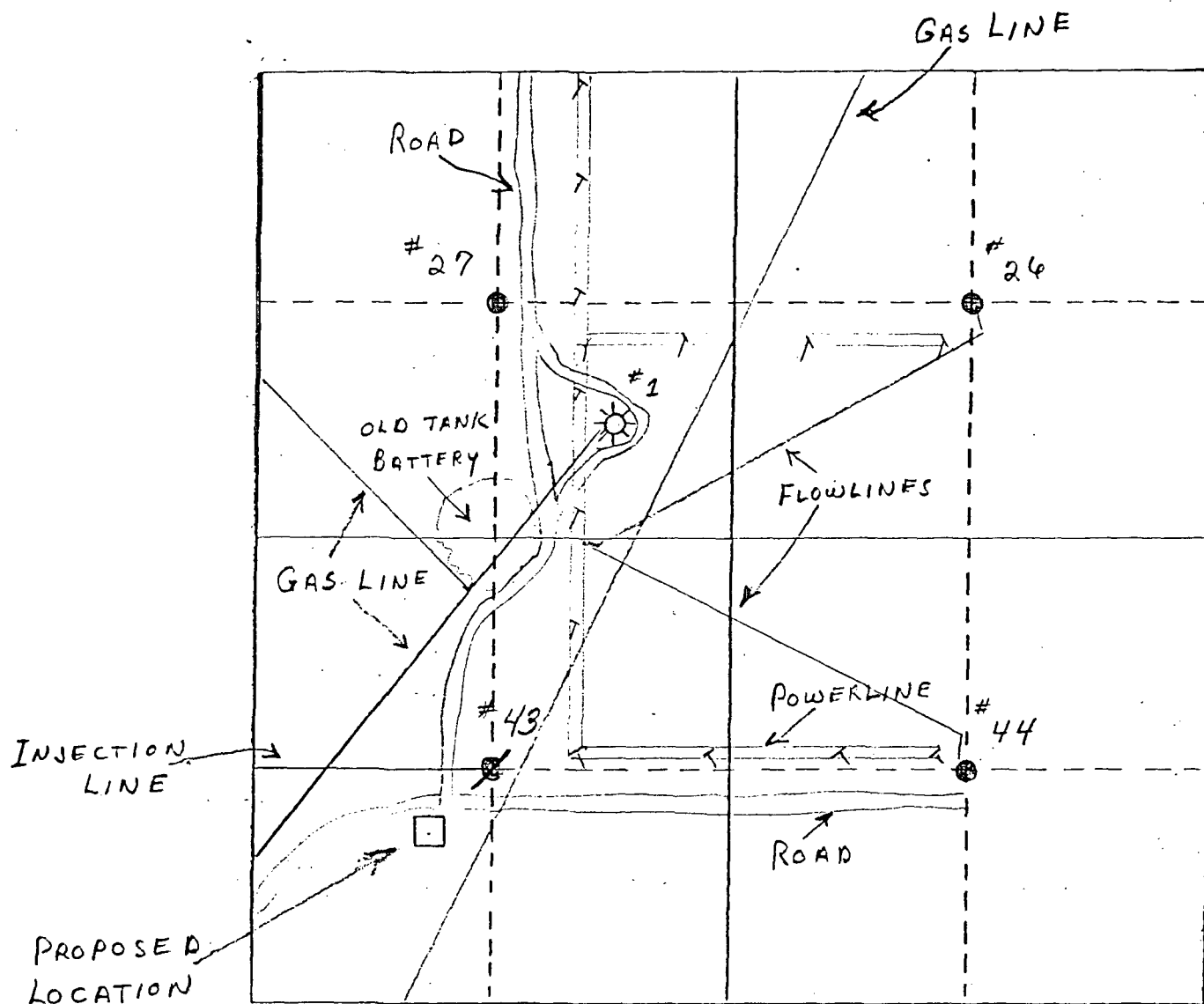
Mr. William P. Aycock
1207 West Wall
Midland, Texas 79701

Mr. James A. Davidson
Post Office Box 494
Midland, Texas 79702

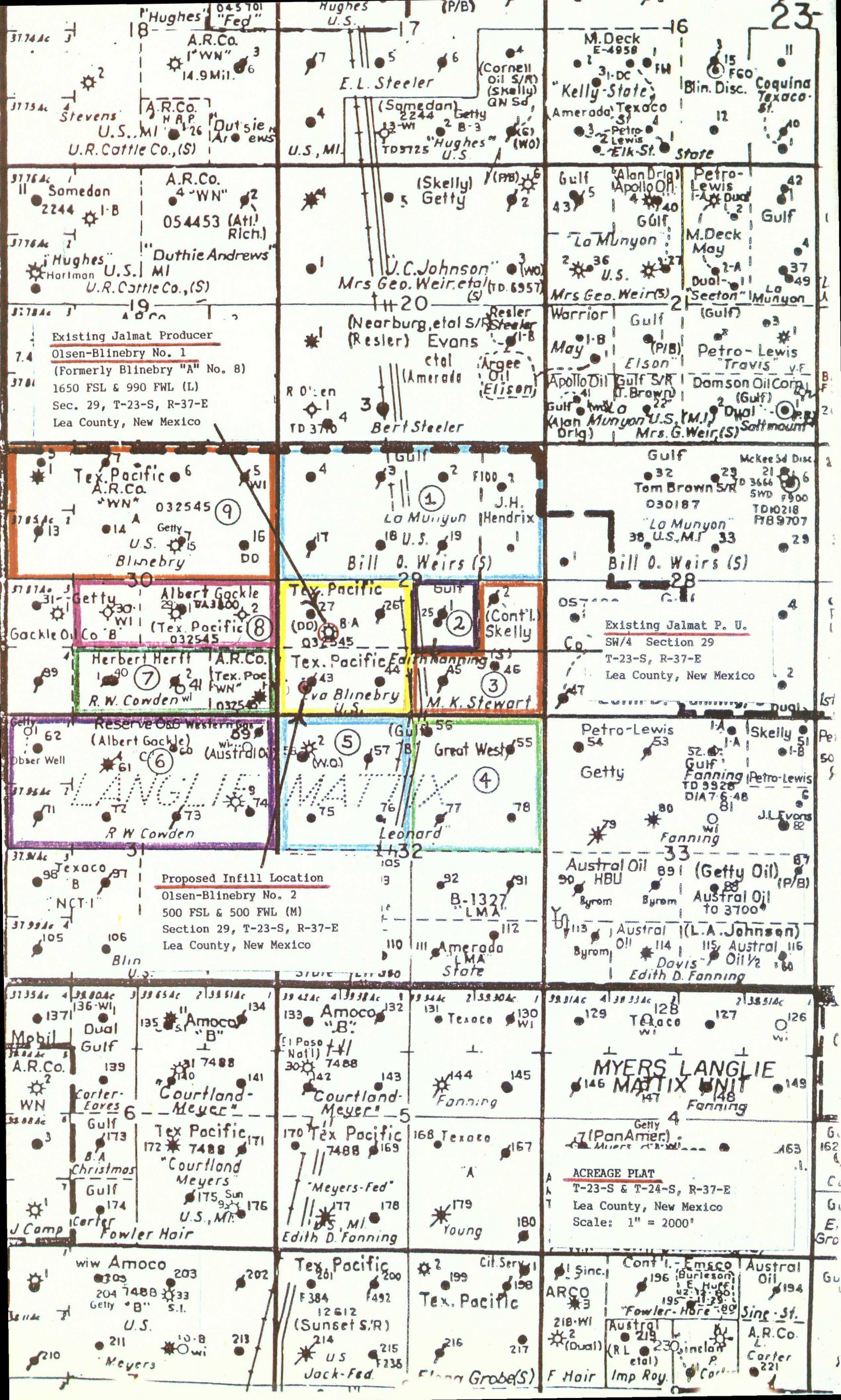
El Paso Natural Gas Company
Post Office Box 1492
El Paso, Texas 79978
Attn: Mr. Mike Wiseman

El Paso Natural Gas Company
2 Petroleum Center, #200
North A at Wadley
Midland, Texas 79703
Attn: Mr. Clovis Moore

Mr. Daniel S. Nutter
105 E. Alicante
Santa Fe, New Mexico 87501



SURFACE PLAT
 SW/4 SECTION 29
 T-23-S R-36-E



OFFSET JALMAT (GAS) OPERATORS

Doyle Hartman
 Olsen-Blinebry No. 2
 SW/4 Section 29
 T-23-S, R-37-E, NMPP
 Lea County, New Mexico
 (160 acres)

<u>TRACT NO.</u>	<u>OPERATOR</u>	<u>WELL NAME</u>	<u>WELL LOCATION</u>	<u>P. U. DESCRIPTION</u>	<u>ACRES</u>
1	Gulf Oil Corporation	La Munyon Lease	Non-Producing Non-Dedicated	N/2 Section 29 T-23-S, R-37-E	320
2	Gulf Oil Corporation	M. K. Stewart Lease	Non-Producing Non-Dedicated	NW/4 SE/4 Section 29 T-23-S, R-37-E	40
3	Conoco, Inc.	Stewart "29" Lease	Non-Producing Non-Dedicated	NE/4 SE/4 & S/2 SE/4 Section 29, T-23-S, R-37-E	120
4	Great Western Drilling	H. Leonard "B" Lease	Non-Producing Non-Dedicated	NE/4 Section 32 T-23-S, R-37-E	160
5	Great Western Drilling	H. Leonard "B" No. 2	D-32-23S-37E	NW/4 Section 32 T-23-S, R-37-E	160
6	HCV Exploration	Cowden "C" No. 9 Cowden "C" No. 4	H-31-23S-37E C-31-23S-37E	N/2 Section 31 T-23-S, R-37-E	320
7	ARCO Oil & Gas Co.	R. W. Cowden "A" WN No. 1	P-30-23S-37E	S/2 SE/4 & SE/4 SW/4 Section 30, T-23-S, R-37-E	120
8	HCV Exploration	R. W. Cowden No. 1	J-30-23S-37E	N/2 SE/4 & NE/4 SW/4 Section 30, T-23-S, R-37-E	120
9	ARCO Oil & Gas Co.	Eva E. Blinebry WN No. 2 Eva E. Blinebry WN No. 7	D-30-23S-37E G-30-23S-37E	N/2 Section 30 T-23-S, R-37-E	320

DOYLE HARTMAN

Oil Operator

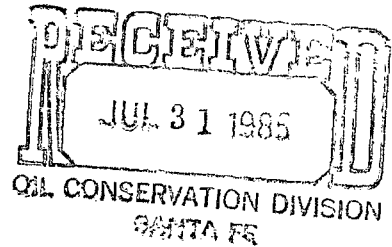
500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 28, 1985



Offset Jalmat Gas Operators
Olsen-Blinebry No. 2
SW/4 Section 29
T-23-S, R-37-E
Lea County, New Mexico

Please find enclosed a complete copy of our administrative request submitted to the New Mexico Oil Conservation Division to simultaneously dedicate the Jalmat gas proration unit consisting of SW/4 Section 29, T-23-S, R-37-E to the previously existing Olsen-Blinebry No. 1 and the newly proposed Olsen-Blinebry No. 2. The Olsen-Blinebry No. 2 will be drilled at a nonstandard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E, Lea County, New Mexico because of various surface obstructions and pipelines in the area.

If you have no objection to our administrative request, please execute one copy of this letter and return it in the enclosed self-addressed, stamped envelope. The second copy may be retained for your files.

Thank you for your cooperation in this matter.

Very truly yours,

DOYLE HARTMAN

Michelle Hembree

Michelle Hembree
Administrative Assistant

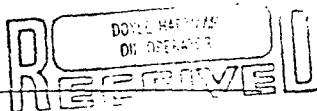
MH/dr

Enclosure

Executed this 19 day of July, 1985.

GULF OIL CORPORATION

By: _____



RETURN THIS COPY
TO: DOYLE HARTMAN
BOX 10426
MIDLAND, TX 79702

JUL 22 1985

Offset Jalmat Operators-Olsen-Blinebry No. 2
June 28, 1985
Page 2

CONOCO, INC.

By: _____

GREAT WESTERN DRILLING COMPANY

By: B. C. McHenry

HCW EXPLORATION, INC.

By: _____

ARCO OIL AND GAS COMPANY

By: _____

DOYLE HARTMAN

Oil Operator

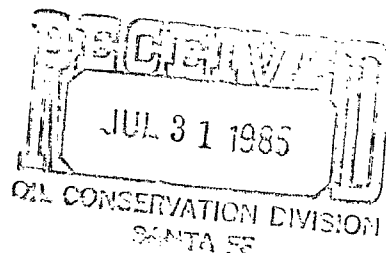
500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 28, 1985



Offset Jalmat Gas Operators
Olsen-Blinebry No. 2
SW/4 Section 29
T-23-S, R-37-E
Lea County, New Mexico

Please find enclosed a complete copy of our administrative request submitted to the New Mexico Oil Conservation Division to simultaneously dedicate the Jalmat gas proration unit consisting of SW/4 Section 29, T-23-S, R-37-E to the previously existing Olsen-Blinebry No. 1 and the newly proposed Olsen-Blinebry No. 2. The Olsen-Blinebry No. 2 will be drilled at a nonstandard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E, Lea County, New Mexico because of various surface obstructions and pipelines in the area.

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Thank you for your cooperation in this matter.

Very truly yours,

DOYLE HARTMAN

Michelle Hembree
Michelle Hembree
Administrative Assistant

MH/dr

Enclosure

Executed this 11 day of July, 1985.

CHEVRON U.S.A. Inc.
formerly
GULF OIL CORPORATION

By: *R. C. Anderson*

RETURN THIS COPY
TO: DOYLE HARTMAN
BOX 10426
MIDLAND, TX 79702

JUL 2 1985

DOYLE HARTMAN

Oil Operator

500 N. MAIN

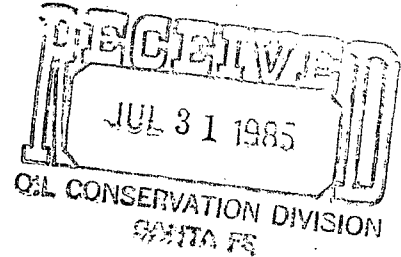
P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 28, 1985

Offset Jalmat Gas Operators
Olsen-Blinebry No. 2
SW/4 Section 29
T-23-S, R-37-E
Lea County, New Mexico



Please find enclosed a complete copy of our administrative request submitted to the New Mexico Oil Conservation Division to simultaneously dedicate the Jalmat gas proration unit consisting of SW/4 Section 29, T-23-S, R-37-E to the previously existing Olsen-Blinebry No. 1 and the newly proposed Olsen-Blinebry No. 2. The Olsen-Blinebry No. 2 will be drilled at a nonstandard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E, Lea County, New Mexico because of various surface obstructions and pipelines in the area.

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Thank you for your cooperation in this matter.

Very truly yours,

DOYLE HARTMAN

Michelle Hembree

Michelle Hembree
Administrative Assistant

MH/dr

Enclosure

Executed this _____ day of _____, 1985.

GULF OIL CORPORATION

By: _____

RETURN THIS COPY

TO: DOYLE HARTMAN

BOX 10426

MIDLAND, TX 79702

Offset Jalmat Operators-Olsen-Blinebry No. 2
June 28, 1985
Page 2

CONOCO, INC.

By: _____

GREAT WESTERN DRILLING COMPANY

By: _____

HCW EXPLORATION, INC.

By: _____

ARCO OIL AND GAS COMPANY

By: Craig L. Payton 7-8-85

DOYLE HARTMAN

Oil Operator

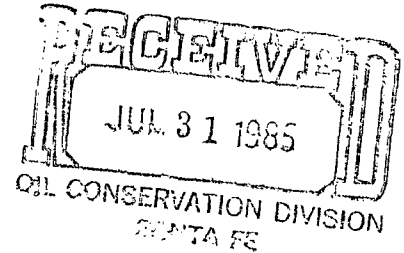
500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

June 28, 1985



Offset Jalmat Gas Operators
Olsen-Blinebry No. 2
SW/4 Section 29
T-23-S, R-37-E
Lea County, New Mexico

Please find enclosed a complete copy of our administrative request submitted to the New Mexico Oil Conservation Division to simultaneously dedicate the Jalmat gas proration unit consisting of SW/4 Section 29, T-23-S, R-37-E to the previously existing Olsen-Blinebry No. 1 and the newly proposed Olsen-Blinebry No. 2. The Olsen-Blinebry No. 2 will be drilled at a nonstandard location consisting of 500' FSL and 500' FWL Section 29, T-23-S, R-37-E, Lea County, New Mexico because of various surface obstructions and pipelines in the area.

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Thank you for your cooperation in this matter.

Very truly yours,

DOYLE HARTMAN

Michelle Hambree

Michelle Hambree
Administrative Assistant

MH/dr

Enclosure

Executed this 29th day of July, 1985.

GULF OIL CORPORATION

By: _____

Offset Jalmat Operators-Olsen-Blinebry No. 2
June 28, 1985
Page 2

CONOCO, INC.

By: _____

GREAT WESTERN DRILLING COMPANY

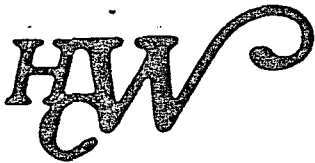
By: _____

HCM EXPLORATION, INC.

By:  _____

ARCO OIL AND GAS COMPANY

By: _____



HCW EXPLORATION, INC.

400 N. Marienfeld
P. O. Box 10585
Midland, Texas 79702

(915) 683-3303

July 3, 1985

Mr. David Catanach
New Mexico oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

RE: Application of Non-
Standard Loc.
Olsen-Blinebry SW/4
Sec. 29, T23S, R37E
Lea County, NM

Sir:

HCW Exploration, Inc. has been informed of Doyle Hartman's request for administrative approval of a non-standard location for his Olsen-Blinebry #2 due to current surface restrictions. HCW Exploration has an interest in and operates the R.W. Cowden "C" #9 as a Jalmat gas well in the N/2 of Sec. 31, T23S, R37E. We, as an offset operator, have reviewed the surface plat submitted by Mr. Hartman in support of his request. After a review, we do not feel the current surface restrictions prohibit Mr. Hartman from drilling the Olsen-Blinebry #2 at a standard location within the SW/4 of Sec. 29. Further, it is our contention this location would result in drainage of reserves owned by HCW Exploration and others. HCW Exploration as well as other offset operators would be harmed and Mr. Hartman unjustly enriched if the Commission approves this non-standard location. We therefore request the Commission deny Mr. Hartman's request for administrative approval and require that the Olsen-Blinebry #2 be drilled at a location which does not violate NMOCD guidelines.

Very truly yours,
HCW Exploration, Inc.

A handwritten signature in dark ink, appearing to read 'David Sites', is written over a horizontal line.

David Sites
Production Geologist

DS/sb

cc: Mr. Doyle Hartman
500 N. Main
P.O. Box 10426
Midland, Texas 79702

Thomas Kellahin
Kellahin & Kellahin
P.O. Box 2265
Santa Fe, New Mexico 87504

JUL 8 1985