

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 7761
Order No. R-7179

APPLICATION OF TEXACO INC. FOR
TWO NON-STANDARD PRORATION UNITS AND
AN UNORTHODOX LOCATION, LEA COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 16, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 5th day of January, 1983, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Texaco Inc., seeks approval of two 160-acre non-standard gas proration units comprising the S/2 NE/4 and N/2 SE/4 of Section 12, Township 20 South, Range 37 East, NMPM, to be dedicated to its C. H. Weir "A" Well No. 12 at an unorthodox location 2307 feet from the North line and 2307 feet from the East line of said Section 12, and the S/2 NW/4 and N/2 SW/4 of Section 12 to be dedicated to its C. H. Weir "A" Well No. 14, located 1980 feet from the South line and 1815 feet from the West line of said Section 12.

(3) That the entire area within said non-standard proration units may reasonably be presumed productive of gas from the Skaggs-Abo Gas Pool and that said non-standard gas proration units 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 Skaggs-Abo 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.

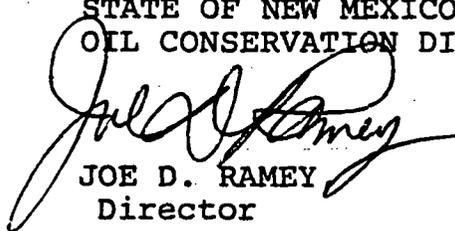
IT IS THEREFORE ORDERED:

(1) That Texaco Inc. is hereby granted two 160-acre non-standard gas proration units in the Skaggs-Abo Gas Pool comprising the S/2 NE/4 and N/2 SE/4, and the S/2 NW/4 and N/2 SW/4 of Section 12, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, to be dedicated, respectively, to the C. H. Weir "A" Well No. 12 at an unorthodox location, hereby approved, 2307 feet from the North line and 2307 feet from the East line of said Section 12 and to the C. H. Weir Well No. 14 located 1980 feet from the South line and 1815 feet from the West line of said Section 12.

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

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

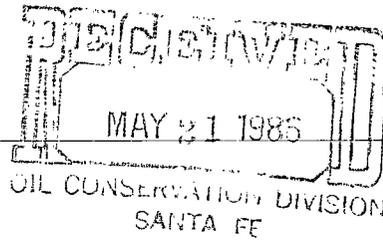

JOE D. RAMEY
Director

S E A L



Texaco USA

P O Box 728
Hobbs NM 88240
505 393 7191



May 16, 1986

State of New Mexico
Energy & Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501-2088

Attention: Mr. David Catanach

RE: SIMULTANEOUS ACREAGE DEDICATION
C. H. WEIR "A" WELLS NO. 14 & 19
SECTION 12, T-20-S, R-37-E
LEA COUNTY, NEW MEXICO

Gentlemen:

Texaco Inc. respectfully requests a simultaneous acreage dedication for the referenced wells. Well No. 14 is currently completed in the Skaggs Abo. Well No. 19 will be drilled in the near future and possibly completed in the Skaggs Abo. The proration unit to be used for both wells is non-standard, and was approved for Well No. 14 by Order No. R-7179 on January 5, 1983. Due to the non-standard proration unit, it is our understanding that this formal request must be made and that all Offset Operators be notified.

Attached is 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,

L. J. SEEMAN
District Petroleum Engineer

LDR:JEB

Attachments

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

Offset Operators
(Address List Attached)

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

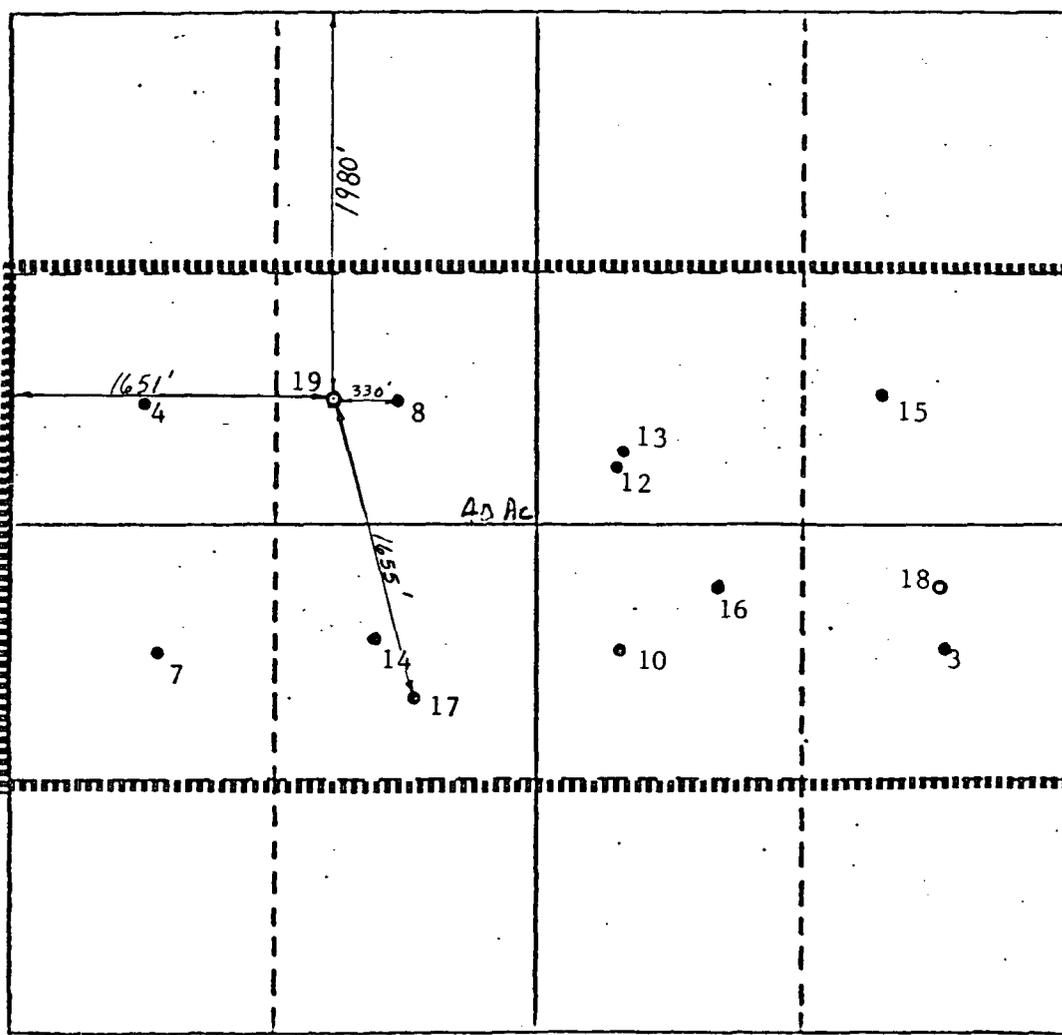
Operator TEXACO INC.		Lease C. H. Weir "A"		Well No. 19
Unit Letter F	Section 12	Township 20-S	Range 37-E	County Lea
Actual Postage Location of Well: 1980 feet from the north line and 1651 feet from the west line				
Ground Level Elev. 3564	Producing Formation Abo	Pool Skaggs Abo Gas		Dedicated Acreage: 160 Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 Operating Agreement

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 Division



CERTIFICATION

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

B. L. Eiland

Name
B. L. Eiland

Position
Division Surveyor

Company
Texaco Inc.

Date
May 13, 1986

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
May 12, 1986

Registered Professional Engineer
and Land Surveyor
B. L. Eiland
B. L. Eiland

Certification No. *L. EILAND*
1700

R-37-E

R-38-E

(30' ORIGIN BASE)

"Gulf-State"

State

State

TEXACO

Conoco

12

Antwell

Antwell

Kirby

Ledbetter

TEXACO
"A"

Citiles

Hissom
Drig

Depco

C.H. Weir
TEXACO

TEXACO

Continental Oil et al.

14

TEXACO

13

TEXACO

Continental

Continental

TEXACO

Ameroda

Continental

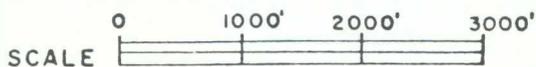
Semu-Perm.

Continental

TEXACO Inc.

HOBBS DISTRICT

T-20S R-37 & 38E Leo Co., N.M.



C. H. WEIR "A" LEASE
OFFSET OPERATORS

Texaco Inc.
P. O. Box 3109
Midland, Texas 79702

Conoco Inc. et al
Box 1959
Midland, Texas 79702

Morris R. Antweil
Box 2010
Hobbs, New Mexico 88240

Hissom Drilling Company
Box 9370
Midland, Texas 79708

Kirby Exploration Company
of Texas
1527 19th Street
Denver, Colorado 80202

Cities Service Oil & Gas Corp.
Box 1919
Midland, Texas 79705

Herman J. Ledbetter
Box 5879
Abilene, Texas 79602

Depco, Inc.
1000 Petroleum Building
110 - 16th Street
Denver, Colorado 80202