

BASS ENTERPRISES PRODUCTION CO.

DIVISION PRODUCTION OFFICE

P. O. BOX 2760

MIDLAND, TEXAS 79702

November 19, 1980

800 VAUGHN BUILDING

(915) 684-5723

Re: Montieth Area, Sec. 13, T16S, R36E
Lea County, New Mexico
Rule 309-B (Lease Commingling)
Rule 309-C (Off-Lease Storage)
File: 700-LF (Central Facility)

Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

ATTN: Division Director

Dear Sir:

Bass Enterprises Production Co. respectfully requests your concurrence to grant exceptions to Rule 309-A to permit lease commingling and off-lease storage for the subject area.

All parties owning an interest in the leases (and the purchaser of the commingled production) have been notified by certified mail of our intent to commingle production, as per paragraph 4 of Rule 309-B. In the same letter, the parties were also notified of our intent to transport production from one lease to another lease for storage as per paragraph 4 of Rule 309-C.

All parties were notified by certified letter (copy attached) on November 17, 1980; proof of receipt available upon request. Also attached are: summary reflecting ownership of the leases; plats showing wells located on the leases (including formations in which the wells are completed), and the proposed location of the tank battery; and schematic diagrams of the commingling facility.

If you approve our application for Rule 309-B and Rule 309-C, please notify us by return letter. Should you have any questions, please contact Eric Long at the letterhead address.

Yours very truly,


J. E. Pullig
Division Manager

NOV 26 1980
OIL CONSERVATION DIVISION
SANTA FE
JEP:EDL/gp
Attachments

BASS ENTERPRISES PRODUCTION CO.
DIVISION PRODUCTION OFFICE
P O BOX 2760
MIDLAND, TEXAS 79702

November 13, 1980

800 VAUGHN BUILDING
(915) 684-5723

Re: Off-Lease Storage and Commingling
Montieth Central Facility
NE Lovington Penn
Sec 13, T16S, R36E
Lea County, New Mexico
File: Central Facility

ADDRESSEE LIST ATTACHED


Gentlemen:

This letter serves as your official notification that Bass Enterprises Production Company intends to store crude production off-lease, in accordance with Rule 309-C of the New Mexico Oil Conservation Division, and commingle said production in a common tank battery, in accordance with Rule 309-B.

Because of a complicated land-ownership situation, all interest owners in Montieth Well No. 1 and Montieth Well No. 2 (which is currently being drilled) are being advised of the construction of the Montieth Central Facility. The attached plat shows the location of the wells, battery and flowline. Gas, oil and water will be separately metered for each well prior to consolidated storage.

If you have any questions concerning this off-lease storage and commingling, please contact Eric Long at the letterhead address.

Very truly yours,


J. E. Pullig
Division Manager

JEP:EDL/gp
Attachments

CERTIFIED MAIL

ADDRESSEE LIST

Roy G. Barton, Jr.
P.O. Box 978
Hobbs, N. M. 88240

Felmont Oil Corp.
Box 2266
Midland, TX 79702

Heritage Resources
P.O. Box 777
Davis, OK 73030

Petroleum Corp. of Texas
P. O. Box 9111
Breckenridge, TX 76024

Rebel Oil Co.
603 Seco
Hobbs, N.M. 88240

J.H. Van Zant, II
1722 Commerce Bldg.
Ft. Worth, TX 76102

E.B. White, Jr.
P.O. Box 2052
Midland, TX 79702

Harry A. Miller, Jr.
600 1st Nat'l Bank Bldg.
Midland, TX 79701

William J. Parsons
219 N. Main
Midland, TX 79701

Sunmark Exploration Co.
Suite 824, C&K Bldg.
Midland, TX 79701

Cleroy, Inc.
530 Beacon Bldg.
Tulsa, OK 74103

Lanroy, Inc.
530 Beacon Bldg.
Tulsa, OK 74103

J. R. McGinley, Jr.
530 Beacon Bldg.
Tulsa, OK 74103

Lowe Land
1500 Broadway, Ste. 1230
Lubbock, TX 79401

S.E. Cone, Jr.
Rt. 2, Box 363
Lubbock, TX 79415

Douglas L. Cone
P.O. Box 6217
Lubbock, TX 79413

Tom R. Cone
P.O. Box 126
Southwest City, MO 64863

Kenneth G. Cone
P.O. Drawer 1509
Lovington, N.M. 88260

Clifford Cone
P.O. Box 6010
Lubbock, TX 79413

Cathie Cone Auvenshine
Rt. 6, Box 79N
Austin, TX 78737

**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.

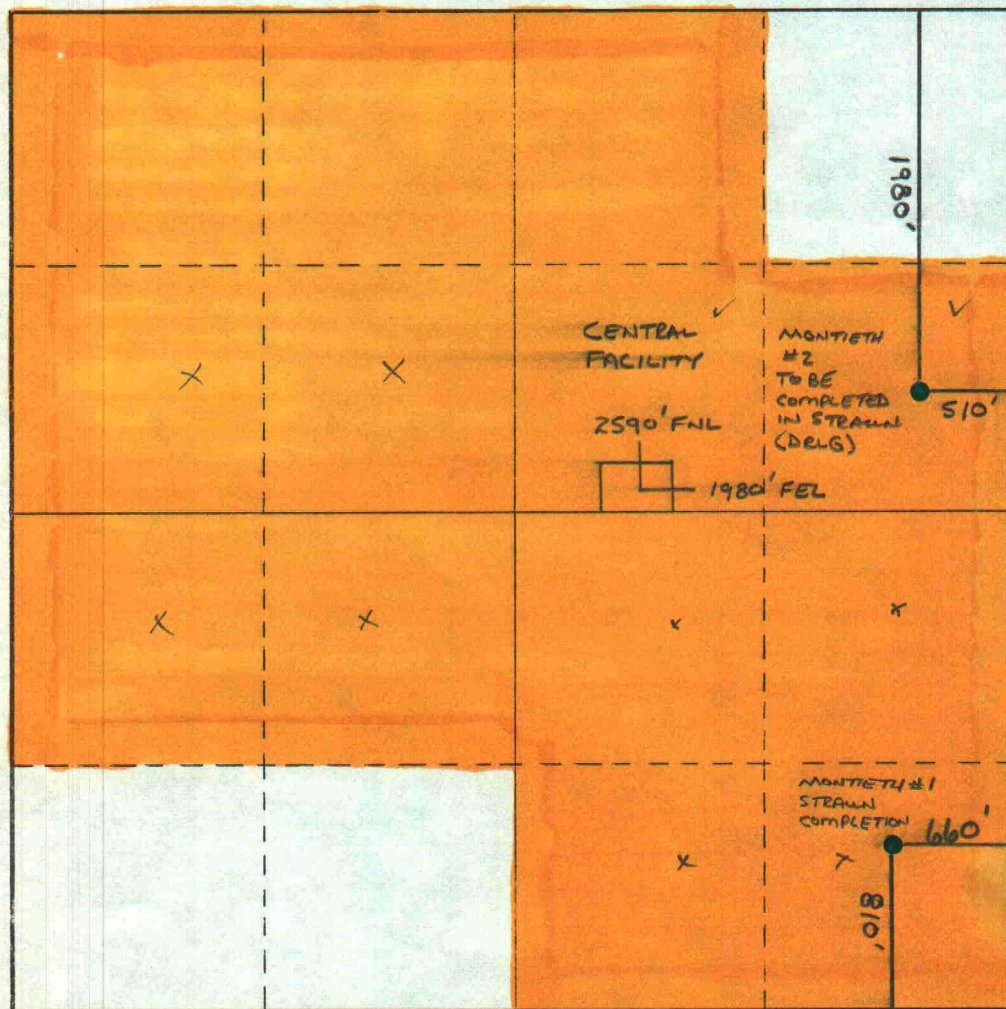
Operator			Lease		Well No.
Unit Letter	Section	Township	Range	County	
Actual Footage Location of Well:					
feet from the		line and	feet from the		line
Ground Level Elev.	Producing Formation		Pool	Dedicated Acreage:	
					Acres

- Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- 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.

Name

Position

Company

Date

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.

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 0

SUBJECT MONTIETH CENTRAL FACILITY	DATE 11/16/80	DEPARTMENT 	PREPARED BY EDC
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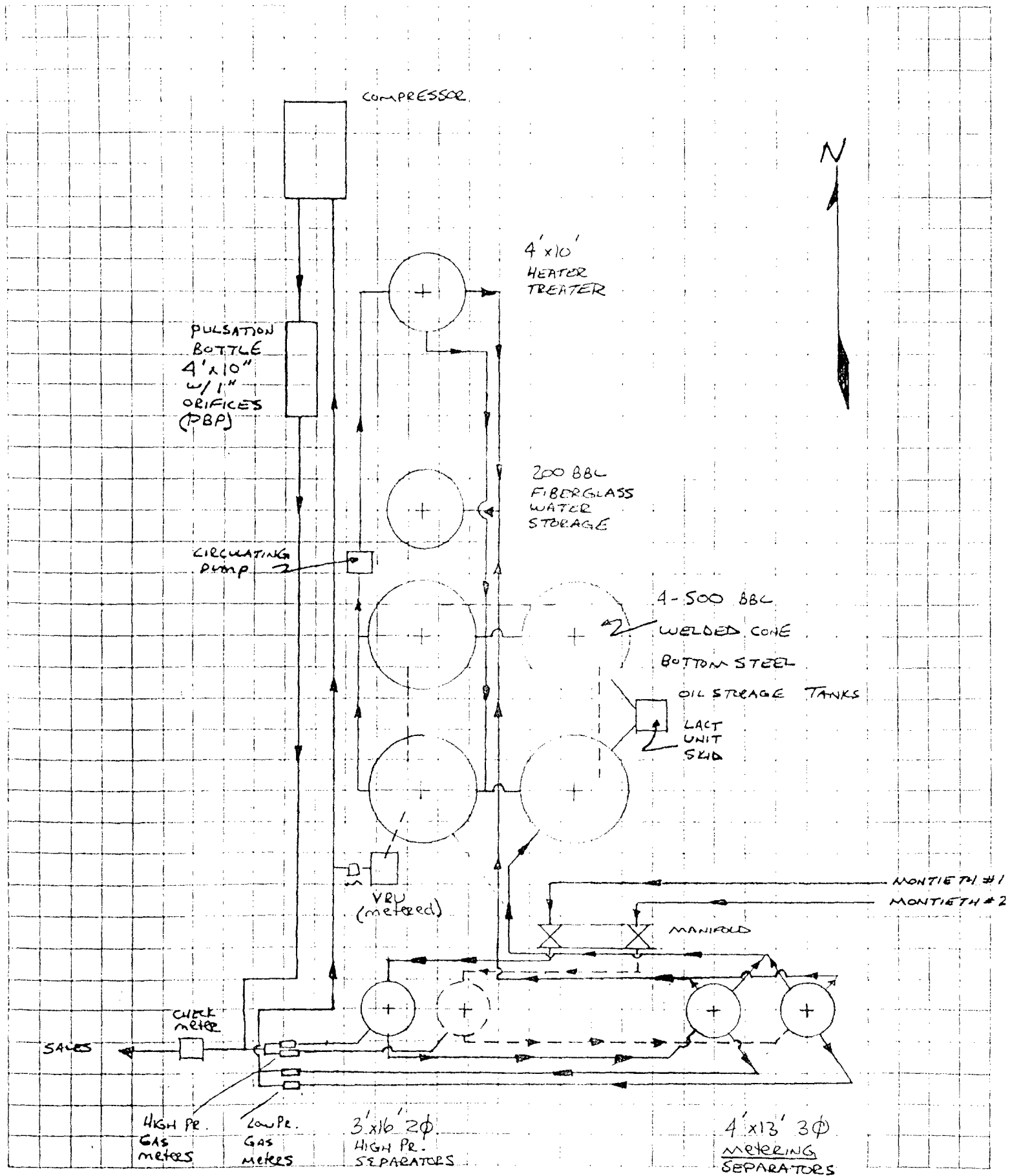


EXHIBIT "A"
TO JOINT OPERATING AGREEMENT DATED EFFECTIVE
JULY 23, 1980, BETWEEN
BASS ENTERPRISES PRODUCTION CO., AS OPERATOR
AND OTHER PARTIES, AS NON-OPERATORS

I. Lands Subject to the Agreement. SE/4, N/2 SW/4 and S/2 NW/4 of Section 13, T16S-R36E, Lea County, New Mexico.

II. Restrictions as to Depths or Formations. This Agreement applies from the surface down to the base of the Strawn Formation.

III. Interests of the Parties:

	<u>Percent</u>
Roy G. Barton P. O. Box 978 Hobbs, New Mexico 88240	.47
Cleroy, Inc. 530 Beacon Bldg. Tulsa, Oklahoma 74103	2.0825
Lanroy, Inc. 530 Beacon Bldg. Tulsa, Oklahoma 74103	2.0825
J. R. McGinley, Jr. 530 Beacon Bldg. Tulsa, Oklahoma 74103	2.0825
Lowe Land 1500 Broadway, Ste. 1230 Lubbock, Texas 79401	4.0275
J. H. Van Zant, II. 1722 Commerce Bldg. Fort Worth, Texas 76012	1.7551
S. E. Cone, Jr., as his separate property Rt. 2, Box 363 Lubbock, Texas 79415	.4167
Douglas L. Cone, as his separate property P. O. Box 6217 Lubbock, Texas 79413	.25
Tom R. Cone, as his separate property P. O. Box 126 Southwest City, Missouri 64863	.25
Kenneth G. Cone, as his separate property P. O. Drawer 1509 Lovington, New Mexico 88260	.25
Clifford Cone, as his separate property P. O. Box 6010 Lubbock, Texas 79413	.25
Cathie Cone Auvenshine, as her separate property Rt. 6, Box 79N Austin, Texas 78737	.25

Rebel Oil Company .3540
603 Seco
Hobbs, New Mexico 88240

Bass Enterprises Production Co. 64.1094
3100 Ft. Worth Nat'l. Bank Bldg.
Fort Worth, Texas 76102

Perry R. Bass 21.3698
3200 Ft. Worth Nat'l. Bank Bldg.
Fort Worth, Texas 76102

Revised August 25, 1980

EXHIBIT "A"
TO JOINT OPERATING AGREEMENT DATED EFFECTIVE
OCTOBER 9, 1980, BETWEEN
BASS ENTERPRISES PRODUCTION CO., AS OPERATOR
AND OTHER PARTIES, AS NON-OPERATORS

MONTIETH 2

- I. Lands Subject to the Agreement: S/2 NE/4, Section 13, T16S-R36E, Lea County, New Mexico
- II. Restrictions as to Depths or Formations. This Agreement applies from the surface down to the base of the Strawn Formation.
- III. Interests of the Parties:

	<u>Acres</u>	<u>Percentage Interests Prior to Completion of the Test Well</u>	<u>Acres</u>	<u>Percentage Interests After Completion of the Test Well</u>
Panther City Investment Company, Trustee of the Samantha Sims Bass Successor Trust 3100 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	6.136352	7.670441	5.78479	7.230988
Panther City Investment Company, Trustee of the Hyatt Anne Bass Successor Trust 3100 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	6.136353	7.670441	5.78479	7.230988
Sid R. Bass 3200 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	9.204529	11.505661	8.677185	10.846481
Robert M. Bass 3200 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	9.204529	11.505661	8.677185	10.846481
Perry R. Bass, Trustee 3200 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	9.204529	11.505661	8.677185	10.846481

	<u>Acres</u>	<u>Percentage Interests Prior to Completion of the Test Well</u>	<u>Acres</u>	<u>Percentage Interests After Completion of the Test Well</u>
Fine Line, Inc. 3100 Ft. Worth Nat'l. Bank Bldg. Fort Worth, Texas 76102	9.204528	11.505661	8.677186	10.846482
Roy G. Barton, Jr. P. O. Box 978 Hobbs, New Mexico 88240 (505) 393-5515	.375976	.469970	.375976	.469970
Felmont Oil Corporation Box 2266 Midland, Texas 79702 (915) 682-5231	9.000000	11.250000	9.000000	11.250000
Heritage Resources P. O. Box 777 Davis, Oklahoma 73030 (405) 369-2313	4.000000	5.000000	4.000000	5.000000
Petroleum Corporation of Texas P. O. Box 911 Breckenridge, Texas 76024 (817) 559-3355	5.333334	6.666667	5.333334	6.666667
Rebel Oil Company 603 Seco Hobbs, New Mexico 88240 (505) 393-8097	.283203	.354004	.283203	.354004
J. H. Van Zant, II. 1722 Commerce Bldg. Fort Worth, Texas 76102 (817) 332-3757	1.250000	1.562500	1.250000	1.562500
E. B. White, Jr. P. O. Box 2052 Midland, Texas 79702 (915) 682-4434	-0-	-0-	.989583	1.236979

	<u>Acres</u>	<u>Prior to Completion of the Test Well</u>	<u>Acres</u>	<u>Percentage Interests After Completion of the Test Well</u>
Harry A. Miller, Jr. 600 1st National Bank Bldg. Midland, Texas 79701 (915)682-8731	-0-	-0-	.989583	1.236979
William J. Parsons 219 North Main Midland, Texas 79701 (915)683-3060	-0-	-0-	.833333	1.041667
Summark Exploration Company Suite 824, C&K Building Midland, Texas 79701 (915)684-0051	10.666667	13.333333	10.666667	13.333333
TOTAL	80.000000	100.000000	80.000000	100.000000