

**WALSH**

ENGINEERING & PRODUCTION CORP.

Petroleum Engineering Consulting  
Lease Management  
Contract Pumping

3001 Northridge Drive  
P.O. Drawer 419  
Farmington, New Mexico 87401  
(505) 327-4892

April 5, 1983

*NSP 1359  
Rule 4 b R 5353  
5-6-83*

Mr. Joe D. Ramey  
Director  
Energy & Minerals Department  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

REF: Dave M. Thomas, Jr. - Operator  
Chacon Jicarilla Apache "D" No. 5  
Unit C, Sec. 16-T23N-R3W  
Chacon Dakota Associated Pool  
Rio Arriba County, New Mexico  
Lease No: Jicarilla Apache Contract 412

*NW/4 160-acre gas*

Dear Mr. Ramey:

This is a application on behalf of the above-referred-to Operator for Administrative approval of an non-standard proration unit for the above-referred-to well.

Reference is made to Order R-5353-B and R-5353-B1, Special Rules and Regulations for the Chacon Dakota Associated Pool requiring that a standard oil proration unit shall be 160 acres and a standard gas proration unit shall be 320 acres.

The Chacon Jicarilla Apache "D" No. 5 is currently classified as a gas well. An acreage dedication of 320 acres would require that the W/2, Section 16-T23N-R3W be dedicated to the well. However, the Dave M. Thomas, Jr., Chacon Jicarilla Apache "D" No. 10, SW/4, Section 16-T23N-R3W, is classified as an oil well and requires a dedication of 160 acres.

Section B, Rule 5(b), of the Special Rules and Regulations, states that the simultaneous dedication of any acreage to an oil well and a gas well is prohibited. Therefore, the NW/4 Section 16-T23N-R3W, 160 acres, can only be dedicated to the above-referred-to well and would be considered a non-standard proration unit.

This application is being made as per Rule 4(b), of the Special Rules and Regulations, and your consideration and approval would be appreciated.



Page 2  
Mr. Joe D. Ramey  
Oil Conservation Commission

The offset operators, indicated on the enclosed plat, have been notified by registered mail of the intent to form a non-standard proration unit.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Ewell N. Walsh".

Ewell N. Walsh, P.E.  
President

ENW:rr

cc: Dave M. Thomas, Jr.

Frank Chavez, District Supervisor, OCD, Aztec, N.M.  
AMOCO Production Company, Denver, Colorado  
El Paso Exploration, Farmington, N.M.

Enclosure

R-3-W

AMOCO Prod. Co.  8	El Paso Explor.  9	Thomas  10	
AMOCO Prod. Co.  17	Thomas 5  10 Jic. Apache "D" Lease	El Paso Explor.  16	15
20	El Paso Exploration  21	22	

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PLAT  
OFFSET OPERATORS  
APPLICATION FOR NON-STANDARD PRORATION UNIT  
DAVE M. THOMAS, JR.  
CHACON JICARILLA APACHE "D" NO. 5  
UNIT C, SECTION 16-T23N-R3W  
CHACON DAKOTA ASSOCIATED POOL  
Rio Arriba County, New Mexico

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ENGINEERING & PRODUCTION CORP.



WAIVER OF CONSENT

REF: Dave M. Thomas, Jr. - Operator  
Chacon Jicarilla Apache "D" No. 5  
Unit C, Section 16-T23N-R3W  
Chacon Dakota Associated Pool  
Rio Arriba County, New Mexico  
Lease No: Jicarilla Apache  
Contract No. 412

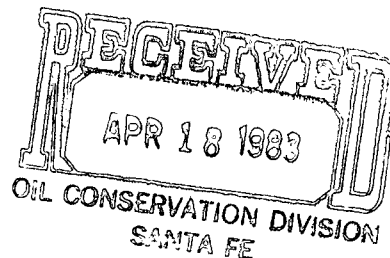
The undersigned, being an offset operator, hereby approves the application for administrative approval of a non-standard proration unit for the above-referred-to well.

DATED: \_\_\_\_\_

AMOCO PRODUCTION COMPANY

BY: \_\_\_\_\_

TITLE: \_\_\_\_\_



WAIVER OF CONSENT

REF: Dave M. Thomas, Jr. - Operator  
Chacon Jicarilla Apache "D" No. 5  
Unit C, Section 16-T23N-R3W  
Chacon Dakota Associated Pool  
Rio Arriba County, New Mexico  
Lease No: Jicarilla Apache  
Contract No. 412

The undersigned, being an offset operator, hereby approves the application for administrative approval of a non-standard proration unit for the above-referred-to well.

Dated: April 14, 1983

EL PASO EXPLORATION COMPANY

BY: *David M. Poage*  
David M. Poage

TITLE: Landman

WSP-  
1359