

Bliss Petroleum

January 6, 1986

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Case No. 8810

M.S.

Re: ARCO State No. 1-Y Well
Township 15 South, Range 36 East, NMPM
Section 35: SW/4 NW/4
Lea County, New Mexico

Gentlemen:

Enclosed for filing, please find three copies of the Application of Bliss Petroleum, Inc. for an Administrative Exception to the Special Rules and Regulations for the Dean Permo-Pennsylvanian Pool, Lea County, New Mexico. Notification by certified mail, return receipt requested, has been given to all offsetting operators.

Please let us know if you need anything further in connection with this matter. Your prompt attention to this matter will be appreciated.

Thank you.

Sincerely yours,

DICKERSON, FISK & VANDIVER

Chad Dickerson

Chad Dickerson

CD:pvm
Enclosures

cc w/enclosure: Mr. Paul Bliss

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION	:	
OF BLISS PETROLEUM, INC. FOR AN	:	
ADMINISTRATIVE EXCEPTION TO THE	:	
SPECIAL RULES AND REGULATIONS FOR	:	CASE NO. NSL-
THE DEAN PERMO-PENNSYLVANIAN POOL,	:	
LEA COUNTY, NEW MEXICO	:	
_____	:	

APPLICATION

COMES NOW Bliss Petroleum, Inc., by its attorneys, and in support hereof, respectfully states:

1. By Administrative Order NSL-2032 dated May 4, 1985, as amended July 22, 1985, the Division approved a non-standard location for the ARCO State No. 1-Y Well, to be located 930 feet from the west line and 2,310 feet from the north line of Section 35, Township 15 South, Range 36 East, N.M.P.M., with the SW/4 NW/4 of said Section 35 to be dedicated to the well. A Plat of the area is attached as Exhibit "A", reflecting ownership of all offsetting proration units and the owners thereof.

2. The well was drilled and completed as a dry hole in the Devonian formation, and Applicant proposes to complete the well in the Dean Permo-Pennsylvanian Pool created by Order No. R-892 in Case No. 1102.

3. Applicant seeks an exception to the Special Rules and Regulations of the Dean Permo-Pennsylvanian Pool, to permit

the completion of the ARCO State No. 1-Y Well on 40-acre spacing rather than on 80-acre spacing as required by such Special Rules and Regulations.

4. Notification has been made to all operators of spacing or proration units offsetting the unit for which the exception is sought, by certified mail, return receipt requested, as follows:

<u>NAME</u>	<u>ADDRESS</u>
ARCO Oil and Gas Company	P. O. Box 1610 Midland, Texas 79702
V-F Petroleum, Inc.	One Marienfeld Place Suite 580 Midland, Texas 79701 Attn: J. N. Fullinwider
W. A. Moncrief, Jr.	Fort Worth Club Tower Suite 1200 Fort Worth, Texas 76102
Mobil Producing Texas & New Mexico Inc.	P. O. Box 633 Midland, Texas 79702

WHEREFORE, Applicant prays:

A. That the Division grant administrative approval of an exception to the Special Rules and Regulations of the Dean Permo-Pennsylvanian Pool, to permit Applicant to complete the ARCO State No. 1-Y Well on 40-acre spacing rather than 80-acre spacing as required by such rules and regulations, and to dedicate the SW/4 NW/4 Section 35, Township 15 South, Range 36 East, N.M.P.M., to such well.

B. And for such other and further relief as may be just in the premises.

BLISS PETROLEUM, INC.

By: Chad Dickerson
Chad Dickerson

DICKERSON, FISK & VANDIVER
Seventh and Mahone, Suite E
Artesia, New Mexico 88210
(505) 746-9841

Attorneys for Applicant

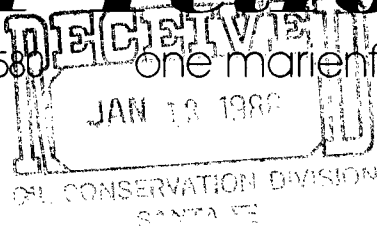
V-F Petroleum Inc.

suite 580

one marienfeld place

midland, texas 79701

915 683-3344



January 9, 1986

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

Application of Bliss Petroleum,
Inc. for Exception to the
Special Rules and Regulations
for the Dean Permo-Pennsylvanian
Pool, Lea County, New Mexico

Gentlemen:

We have notice of the subject application by Bliss Petroleum, Inc. to permit Applicant to complete their Arco-State #1-Y well on 40-acre spacing rather than 80-acre spacing as required by current rules and regulations for said pool.

Please be advised that V-F Petroleum Inc., as an offset operator to the Bliss well, has no objections to such spacing or the administrative approval of same.

Very truly yours,

A handwritten signature in dark ink, appearing to read "J. M. Fullinwider".

J. M. Fullinwider
President

JMF/mm
526

cc: Mr. Chad Dickerson
Dickerson, Fisk & Vandiver, Attorneys at Law
Seventh & Mahone, Suite E
Artesia, New Mexico 88210

50 YEARS



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

February 11, 1986

Chad Dickerson
Seventh & Mahone
Suite E
Artesia, New Mexico 88210

Re: Application for an
Administrative approval
for a Non-Standard Oil
Proration Unit
Bliss Petroleum, Inc.
ARCO State Well No. 1-Y
Lea County, New Mexico

Dear Chad,

Division Order No. R-892 does not include any special provisions for administrative approvals for non-standard units. This request will need to be considered at the February 19, 1986 hearing.

If you have any questions please call.

Sincerely,

MICHAEL E. STOGNER
Acting Chief Engineer

MES/et

xc: Jerry Sexton

Paul Bliss
Bliss Petroleum Inc.
Box 1817
Hobbs, New Mexico 88241