

OIL CONSERVATION DIVISION
RECEIVED



Chevron

September 22, 1994
Midland, Texas

Chevron U.S.A. Production Company
P.O. Box 1150
Midland, TX 79702

**Administrative Application for
Creation of a Non-Standard 40 Acre
Blinebry Gas Pool Proration Unit
Non-standard Gas Well Location
Gulf Sims Well # 1
990' FSL and 660' FEL, Unit P,
Section 25, T22S, R37E
Lea County, New Mexico**

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Attn: Mr. William J. LeMay/Director

Dear Mr. LeMay:

Chevron U.S.A. Inc. respectfully requests administrative approval for the creation of a non-standard 40 acre Blinebry Gas Proration Unit for the Gulf Sims Well # 1.

Chevron U.S.A. is planning to add Blinebry gas zone perfs to the existing Blinebry completion in the Gulf Sims # 1. The location of the proposed recompletion is 990' FSL and 660' FEL in Section 25, T22S, R37E, Lea County, New Mexico. This well is currently a standard oil well location and will become a non-standard gas well location, as it is only 330' from the quarter-quarter line.

The Gulf Sims # 1 is dedicated to a standard 40 acre Oil Proration Unit which consists of the SE/4 SE/4 of Section 25, T22S, R37E.

Well No. 1 was drilled and completed in 1957 as an Abo producer. The well was recompleted into the Drinkard in 1975. Chevron purchased the well from Summit Energy in 1988 and recompleted the well into the Blinebry Oil in 1989. Production has declined and is now marginal.

September 22, 1994

A copy of this administrative application is being provided to our offset operators via Certified Mail. Attached is a commercial map and a Form C-102 plat illustrating the proration unit acreage and well location. Also included is a copy of the letter sent to our offset operators.

If you have any questions, or if you require further information, please contact Lloyd Trautman at (915) 687-7152.

Sincerely,



L. V. Trautman
Sr. Petroleum Engineer
New Mexico Area

/s/ldr
14003.DOC

Attachments

cc: NMOCD - Hobbs, New Mexico
C.O. Blake
L.V. Trautman
J.K. Ripley
O.G. Brown
F.S. Godbold/M.W. Kamm/W.M. Turnbull
R.E. Green
J.A. Howard
Central Files - Lease and Well Files



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September 22, 1994

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P.O. Box 1150
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990' FSL and 660' FEL, Unit P,
Section 25, T22S, R37E
Lea County, New Mexico**

(Offset Operator)

Attached is a copy of an administrative application for NMOCD approval for the creation of a non-standard Blinebry Gas Proration Unit and a non-standard gas well location. This results from the conversion of the Gulf Sims # 1 well from a Blinebry Oil well to a Blinebry Gas well.

Chevron U.S.A. is planning to add perfs in the Blinebry Gas zone in the Gulf Sims # 1 well. The location of the is 990' FSL and 660' FEL in Section 25, T22S, R37E, Lea County, New Mexico.

If you have any questions about the application, please contact Lloyd Trautman at (915) 687-7152.

Sincerely,

A handwritten signature in cursive script that reads "L. V. Trautman".

L. V. Trautman
Sr. Petroleum Engineer
New Mexico Area

LVT/

Attachments

cc: Central Files-Lease and Well Files

CHEVRON U.S.A. INC.

Administrative Application for
Creation of a Non-Standard 40 Acre
Blinebry Gas Pool Proration Unit
Non-standard Gas Well Location
Gulf Sims Well # 1
990' FSL and 660' FEL, Unit P,
Section 25, T22S, R37E
Lea County, New Mexico

Offset Operators

Texaco
205 E. Bender
Hobbs, NM 88240

Doyle Hartman
500 N. Main
Midland, TX 79701

John H. Hendrix Corporation
223 Wall St.
Midland, TX 79701

Arch Petroleum
10 Desta Dr.
Suite 420E
Midland, TX 79705

District I
 PO Box 1988, Hobbs, NM 88241-1988
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-102
 Revised February 10, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-10457		Pool Code 72480		Pool Name Blinebry Oil & Gas	
Property Code		Property Name Gulf Sims			Well Number 1
OGRID No.		Operator Name Chevron USA			Elevation

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
P	25	22S	37E		990	South	660	East	Lea

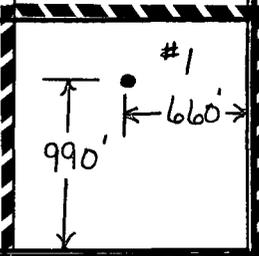
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

¹² Ducts 40	¹³ Acres N	¹⁴ Joint or Infill	¹⁵ Consolidation Code	¹⁶ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16					<p>¹⁷ OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i></p> <p><i>L. V. Trautman</i> Signature L. V. Trautman Printed Name Sr Pet Eng Title 9/22/94 Date</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p><i>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 belief.</i></p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> <p>Certificate Number</p>





OIL CONSERVATION DIVISION STATE OF NEW MEXICO
 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
 OIL CONSERVATION DIVISION
 HOBBS DISTRICT OFFICE

94 OCT 3 AM 8 52

9-27-94

BRUCE KING
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

- MC _____
- DHC _____
- NSL _____
- NSP X _____
- SWD _____
- WFX _____
- PMX _____

Gentlemen:

I have examined the application for the:

Chevron USA Inc Gulf Sims 1-P 25-22s-37e
 Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

[Signature]
 Jerry Sexton
 Supervisor, District 1

/ed