

# JOHN H. HENDRIX CORPORATION

(915) 684-6631  
223 WEST WALL, SUITE 525  
MIDLAND, TEXAS 79701

September 8, 1989

RECEIVED

SEP 12 1989

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

OIL CONSERVATION DIVISION

Case 9780

RE: Application for an 80  
Acre Non-Standard Gas  
Proration Unit and Non-  
Standard Location  
McQuatters No. 1, N/2 NE/4  
Section 11, T21S - R36E,  
Lea County, New Mexico  
Eumont Gas Pool

Gentlemen:

John H. Hendrix Corporation respectfully requests administrative approval for a non-standard 80 acre gas proration unit consisting of the N/2 NE/4 Section 11, T-21-S - R-36-E, Lea County, New Mexico, for a Eumont gas well, the McQuatters No. 1, to be drilled in Unit B. A lease plat is attached showing the location of this well.

The McQuatters No. 1 is a replacement well for the Amoco No. 1 McQuatters which was a Eumont gas well with the same non-standard proration unit, approved by NSP 106, but was turned over to the Chevron Eunice Monument South Unit and plugged in the Eumont.

John H. Hendrix Corporation also requests administrative approval for a non-standard location for the No. 1 McQuatters. A deeper producing well already exists at the standard location of 660' FNL and 1980' FEL.

Approval of this request will protect correlative rights, promote conservation, and encourage the efficient recovery of gas reserves. The proposed proration unit will

N.M.O.C.D.

-2-

September 8, 1989

consist of contiguous lots and lie wholly within a single governmental section. The length or width of the proration unit will not exceed 5280 feet. The well will not be located inside 330' from any lease or quarter-quarter section line.

By copy of this letter, we are notifying the offset operators of this proposed non-standard proration unit and location. If these operators have no objections we ask that they execute the attached waiver and return one copy to the NMOCD and another to me at the letterhead address.

Yours very truly,



Ronnie H. Westbrook  
Vice-President

RHW/ah

Enclosures

NMOCD District I, Hobbs  
Offset Operators (Certified Mail)  
Amoco Production Company

Submit to Appropriate  
District Office  
State Lease - 6 copies  
Fee Lease - 5 copies

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-101  
Revised 1-1-89

OIL CONSERVATION DIVISION

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

API NO. (assigned by OCD on New Wells)

5. Indicate Type of Lease  
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work:

DRILL ☒ RE-ENTER ☐ DEEPEN ☐ PLUG BACK ☐

b. Type of Well:

OIL WELL ☐ GAS WELL ☒ OTHER ☐ SINGLE ZONE ☒ MULTIPLE ZONE ☐

2. Name of Operator

John H. Hendrix Corporation

3. Address of Operator

223 W. Wall, Suite 525, Midland, TX 79701

7. Lease Name or Unit Agreement Name

McQuatters

8. Well No.

1

9. Pool name or Wildcat

Eumont Gas

4. Well Location

Unit Letter B : 860 Feet From The North Line and 2100 Feet From The East Line

Section 11 Township 21S Range 36E NMPM Lea County

10. Proposed Depth

3650'

11. Formation

Queen

12. Rotary or C.T.

Rotary

13. Elevations (Show whether DF, RT, GR, etc.)

14. Kind & Status Plug. Bond

Blanket

15. Drilling Contractor

NA

16. Approx. Date Work will start

September 29, 1989

17.

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
11"	8-5/8"	24#	1325'	Circulate	Surface
7-7/8"	4-1/2"	10.5#	3650'	600	Surface

Blowout Preventer Attached

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

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

SIGNATURE Ronnie H. Westbrook TITLE Vice-President DATE Sept. 11, 1989

TYPE OR PRINT NAME Ronnie H. Westbrook (915) TELEPHONE NO. 684-6631

(This space for State Use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

# OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

NSP-106

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

## WELL LOCATION AND ACREAGE DEDICATION PLAT

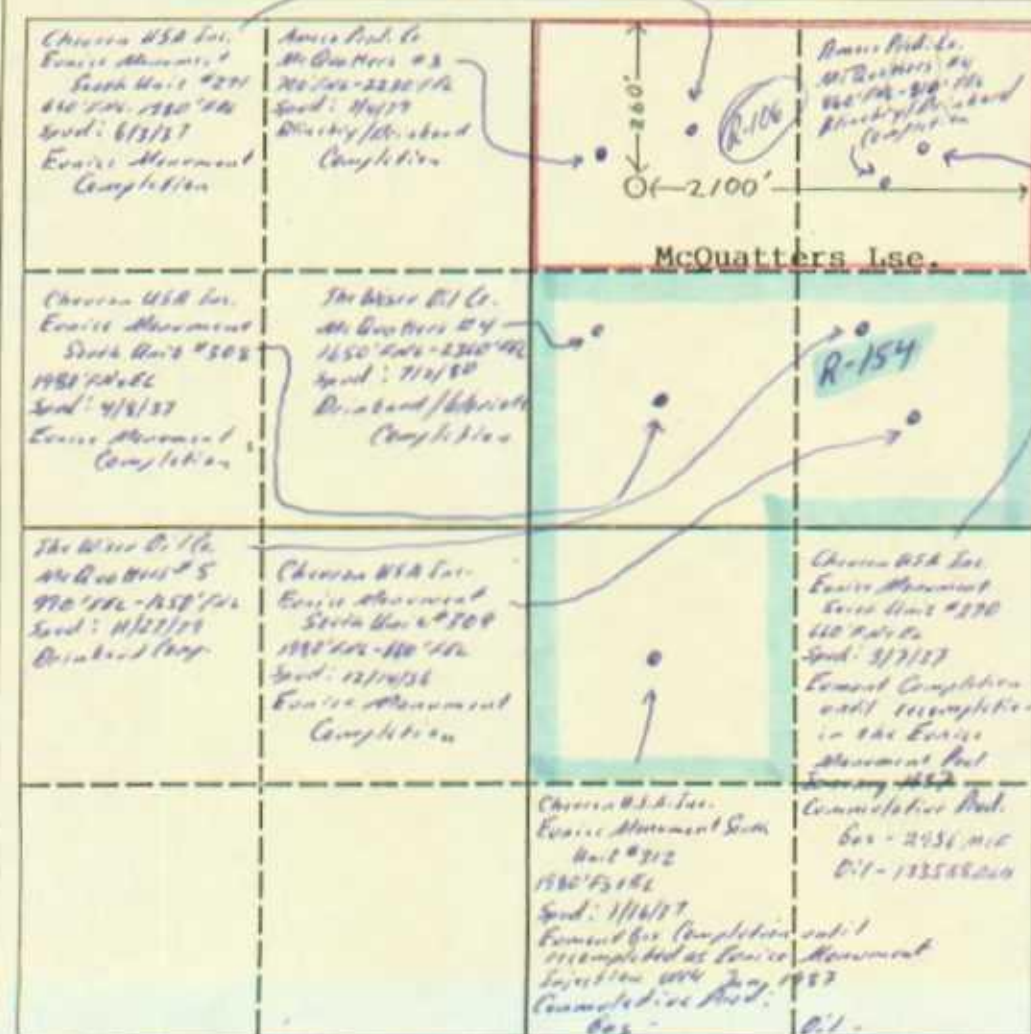
All Distances must be from the outer boundaries of the section

Operator <b>John H. Hendrix Corporation</b>			Lease <b>McQuatters</b>		Well No. <b>1</b>
Unit Letter <b>B</b>	Section <b>11</b>	Township <b>21S</b>	Range <b>36E</b>	County <b>NMPM</b>	<b>Lea</b>
Actual Footage Location of Well: <b>860</b> feet from the <b>North</b> line and <b>2100</b> feet from the <b>East</b> line					
Ground level Elev.	Producing Formation <b>Yates-Seven Rivers-Queen</b>			Fool	Dedicated Acreage: <b>80</b> Acres

- Outline the acreage dedicated to the subject well by colored pencil or hatchure 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 interest of all owners been consolidated by communization, 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 communization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.



### OPERATOR CERTIFICATION

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

Signature  
*Ronnie H. Westbrook*

Printed Name  
**Ronnie H. Westbrook**

Position  
**Vice-President**

Company  
**John H. Hendrix Corporation**

Date  
**September 11, 1989**

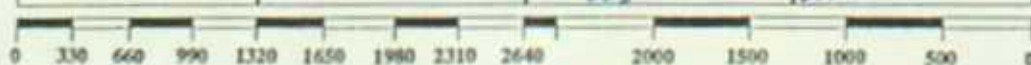
### SURVEYOR CERTIFICATION

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

Signature & Seal of Professional Surveyor

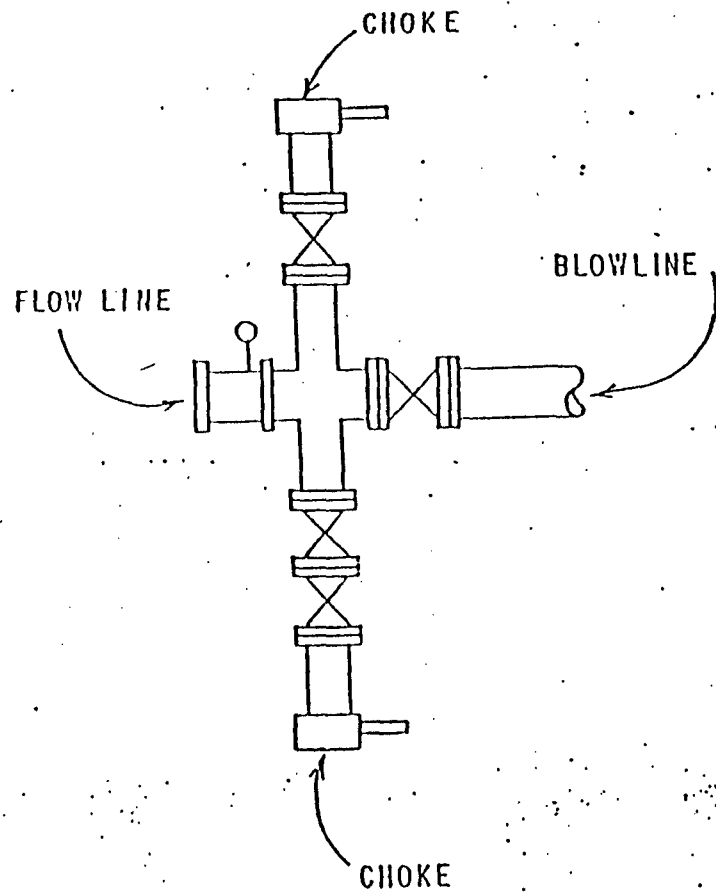
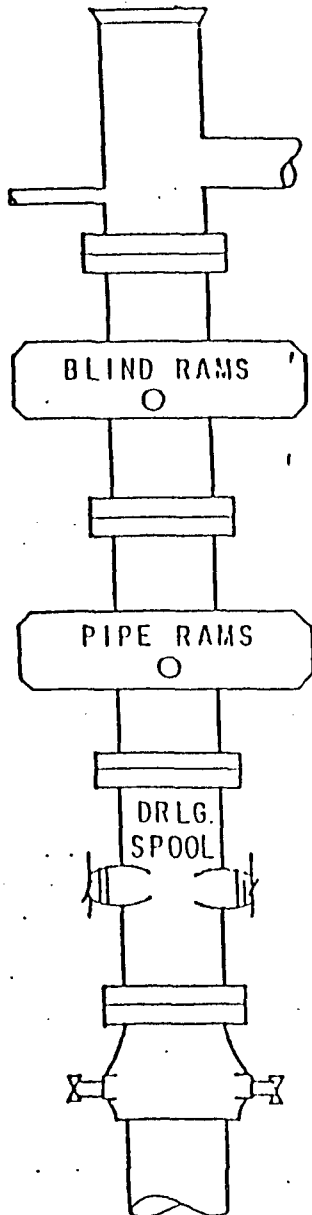
Certificate No.



# BLOWOUT - PREVENTER ASSEMBLY

JOHN H. HENDRIX CORP.

MC QUATTERS NO. 1



RE: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S-  
R36E, Lea County, New Mexico

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

As an offset operator, the undersigned has no objection  
to the Hendrix application for a non-standard location and  
proration unit for the McQuatters No. 1 in the Eumont Gas.

Approved By: \_\_\_\_\_

Representing: \_\_\_\_\_

Date: \_\_\_\_\_

OFFSET OPERATORS TO  
HENDRIX'S MCQUATTERS NO. 1

Chevron U.S.A., Inc.  
P. O. Box 670  
Hobbs, New Mexico 88240

The Wiser Oil Company  
P. O. Box 192  
Sistersville, W.Va. 26175

Amoco Production Company  
P. O. Box 3092  
Houston, Texas 77253

Lewis B. Burleson, Inc.  
P. O. Box 2479  
Midland, Texas 79702

Two States Oil Company  
Thanksgiving Tower, Suite 960  
P. O. Box 50  
Dallas, Texas 75201

# JOHN H. HENDRIX CORPORATION

(915) 684-6631  
223 WEST WALL, SUITE 525  
MIDLAND, TEXAS 79701

September 11, 1989

Case 9780

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SEP 12 1989

OIL CONSERVATION DIVISION

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Gentlemen:

Please find attached our application for an 80 Acre Non-Standard Gas Proration Unit and Non-Standard Location for our McQuatters No. 1. This proposed well is being drilled on a farmout from Amoco that expires September 30, 1989. Since it will be after this date, before this application can be approved if the normal waiting time is followed, it is respectfully requested that we be allowed to spud this well immediately in order to be able to meet the farmout deadline. We realize that no allowable can be assigned until all requirements are met. The certified survey plat will be sent as soon as it can be surveyed.

If you have any questions, please call. Thank you for your consideration of this matter.

Yours very truly,

*Ronnie H. Westbrook*  
Ronnie H. Westbrook  
Vice-President

RHW/ah

Attachments

*John R. Hendrix*  
*9/14/89 - gave him permission to call 9/12/89*  
*we had BUT AT RISK I am forwarding this*  
*new A RISK portion of this filing*  
*Pass to you for consideration.*  
*W. J. LeMay*





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SEP 25 1989

THE WISER OIL COMPANY  
P.O. BOX 192 SISTERSVILLE, W. VA. 26175-0192  
304-652-3861  
fax 304-652-1314

OIL CONSERVATION DIV.  
SANTA FE

John C. Wright, President & CEO  
Charles P. LaRue, Vice President—Production  
Richard L. Starkey, Secretary  
Ronald D. Lee, Treasurer

September 22, 1989

*Case 9780*

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

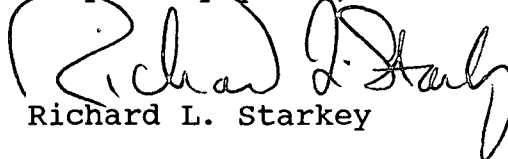
RE: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S R36E  
Lea County, New Mexico

Gentlemen:

The Wiser Oil Company is an offset operator to the proposed well. The John H. Hendrix Corporation has applied for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas.

The Wiser Oil Company is of the opinion that a regular 160 acre proration unit should be established. The non-standard 80 acre unit would cause undue drainage of gas from the formation under The Wiser Oil Company's lease.

Very truly yours,

  
Richard L. Starkey

RLS/klt

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SEP 18 1989

OIL CONSERVATION DIV.  
SANTA FE

RE: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S-  
R36E, Lea County, New Mexico

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

As an offset operator, the undersigned has no objection  
to the Hendrix application for a non-standard location and  
proration unit for the McQuatters No. 1 in the Eumont Gas.

Approved By: 

Representing: LBB Inc.

Date: 9/15/89

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SEP 29 1989

OIL CONSERVATION DIV.  
SANTA FE

RE: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S-  
R36E, Lea County, New Mexico

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

As an offset operator, the undersigned has no objection to the Hendrix application for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas.

Approved By: 

Representing: Two States Oil Company

Date: September 21, 1989



**Amoco Production Company**

Houston Region  
501 WestLake Park Boulevard  
Post Office Box 3092  
Houston, Texas 77253

James F. Trickett  
Regional Environmental, Safety &  
Regulatory Affairs Manager

September 28, 1989

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

File: WGW-9453-986.51NM

Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S-  
R36E, Lea County, New Mexico

As an offset operator, Amoco Production Company has no objection to John H. Hendrix's application for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas, located in Unit B. 860' FNL & 2100' FEL of Section 11, T21S-R36E, Lea County, New Mexico.

Yours very truly,

MLC/ewm

John H. Hendrix Corporation  
223 W. Wall, Suite 525  
Midland, Texas 79701

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OCT - 6 1989

OIL CONSERVATION DIV.  
SANTA FE

RECEIVED

OCT - 2 1989

OIL CONSERVATION DIV.  
SANTA FE

RE: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S-  
R36E, Lea County, New Mexico

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

As an offset operator, the undersigned has no objection to the Hendrix application for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas.

Approved By: Alan W. Bohling - Special Projects Engineer  
Representing: Chevron U.S.A. Inc.  
Date: September 29, 1989



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

*Case No 9780*

GARREY CARRUTHERS  
GOVERNOR

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

September 27, 1989

John H. Hendrix Corporation  
223 West Wall Street  
Suite 525  
Midland, TX 79701

Attention: Ronnie H. Westbrook

RE: Non-Standard Gas Proration Unit and  
Unorthodox Gas Well Location  
Application  
McQuatters Well No. 1, N/2 SE/4,  
Section 11, Township 21 South, Range  
36 East, Eumont Gas Pool, Lea County,  
New Mexico.

Dear Mr. Westbrook:

The Wiser Oil Company, an offset operator to the south of your proposed unorthodox Eumont gas well location and non-standard proration unit, filed opposition on September 25, 1989 to your filing.

This application will therefore be set for hearing on the next available docket scheduled for October 18, 1989.

If you should have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner  
Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Hobbs  
The Wiser Oil Company



OIL CONSERVATION DIVISION  
RECEIVED

'89 OCT 16 AM 10 03

THE WISER OIL COMPANY

P.O. BOX 192 SISTERSVILLE, W. VA. 26175-0192  
304-652-3861  
fax 304-652-1314

John C. Wright, President & CEO  
Charles P. LaRue, Vice President—Production  
Richard L. Starkey, Secretary  
Ronald D. Lee, Treasurer

October 10, 1989

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

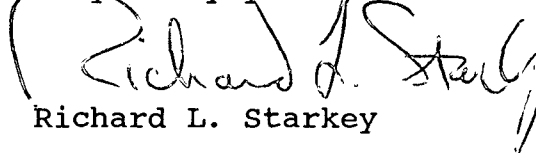
Re: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S R 36E  
Lea County, New Mexico

Gentlemen:

The Wiser Oil Company is an offset operator to the proposed well. The John H. Hendrix Corporation has applied for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas. By letter dated September 22, 1989, The Wiser Oil Company objected to a non-standard proration unit and location request for the captioned well.

As an off-set operator, The Wiser Oil Company has no objection to the Hendrix application for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas.

Very truly yours,



Richard L. Starkey

RLS/klt

cc: Ron Westbrook  
The John H. Hendrix Corporation

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 216

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504-2523

ERNEST L. PADILLA  
MARY JO SNYDER

FAX 988-7592  
AREA CODE 505

(505) 988-7577

October 16, 1989

Hand-Delivered

Oil Conservation Division  
State Land Office Building  
Santa Fe, New Mexico 87501

ATTN: MICHAEL STOGNER  
Hearing Examiner

Re: Case No. 9780; Application of John H. Hendricks  
Corporation for Unorthodox Gas Well Location and  
Non-standard Gas Proration Unit


Dear Mr. Stogner:

As I explained to you during our telephone conversation today, I have been retained by John H. Hendricks Corporation in connection with the above-referenced application which, to my understanding, was not approved administratively because Wiser Oil Company objected to the application. Wiser Oil Company has since rescinded its objection. Attached hereto is a copy of a letter to that effect. As such, it appears that a hearing is not necessary if the only reason for the hearing was Wiser's objection.

To give us additional time to determine whether administrative approval can be made, we ask that the hearing on the matter be continued until November 1, 1989, the Division's next hearing date.

Should you have any questions, or need additional information, please let me know.

Very truly yours,

  
Ernest L. Padilla

ELP:crk  
cc: Ron Westbrook  
Enclosure as stated





COPY

JOHN H. HENDRIX CORPORATION

THE WISER OIL COMPANY  
P.O. BOX 192 SISTERSVILLE, W. VA. 26175-0192  
304-652-3861  
fax 304-652-1314

OCT 12 1989

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John C. Wright, President & CEO  
Charles P. LaRue, Vice President—Production  
Richard L. Starkey, Secretary  
Ronald D. Lee, Treasurer

October 10, 1989

Mr. William J. LeMay, Director  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504-2088

Attention: David R. Catanach

Re: Non-Standard Proration Unit  
and Location Request  
McQuatters No. 1  
N/2 NE/4 Section 11, T21S R 36E  
Lea County, New Mexico

Gentlemen:

The Wiser Oil Company is an offset operator to the proposed well. The John H. Hendrix Corporation has applied for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas. By letter dated September 22, 1989, The Wiser Oil Company objected to a non-standard proration unit and location request for the captioned well.

As an off-set operator, The Wiser Oil Company has no objection to the Hendrix application for a non-standard location and proration unit for the McQuatters No. 1 in the Eumont Gas.

Very truly yours,

Richard L. Starkey

RLS/klt

cc: Ron Westbrook  
The John H. Hendrix Corporation



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

9-13-89

GARREY CARRUTHERS  
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	<input checked="" type="checkbox"/>
NSP	<input checked="" type="checkbox"/>
SWD	_____
WFX	_____
PMX	_____

Gentlemen:

I have examined the application for the:

<i>John H. Hendry Corp.</i>	<i>McQuatters</i>	<i>#1-B</i>	<i>11-21-36</i>
Operator	Lease & Well No.	Unit	S-T-R

and my recommendations are as follows:

*OK JS*

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

Yours very truly,

*Jerry Sexton*  
Jerry Sexton  
Supervisor, District 1

RECEIVED

SEP 15 1989

OIL CONSERVATION DIV.  
SANTA FE

/ed

**OIL CONSERVATION COMMISSION**

**P. O. BOX 871**

**SANTA FE, NEW MEXICO**

**March 16, 1955**

**Stanolind Oil and Gas Co.  
P. O. Box 68  
Hobbs, New Mexico**

**Attention: Mr. R. L. Hendrickson**

**Administrative Order NSP-106**

**Gentlemen:**

**Reference is made to your application for approval of a 80-acre non-standard gas proration unit in the Eumont Gas Pool consisting of the following acreage:**

**Township 21 South, Range 36 East, NMPM  
N/2 NE/4 of Section 11**

**It is understood that this unit is to be ascribed to your R. B. McQuatters Well No. 1, located 660' from the North and East lines of Section 11, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.**

**By authority granted me under provisions of Rule 5, Section (b)-6 of the Special Rules and Regulations for the Eumont Gas Pool, as set forth in Order R-520, you are hereby authorized to operate the above described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with pool rules, based upon the unit size of 80 acres.**

**Very truly yours,**

**W. B. Macey  
Secretary-Director**

**WBM:jh**

**cc: Oil Conservation Commission, Hobbs  
N. M. Oil & Gas Engineering Committee, Hobbs**

OIL CONSERVATION COMMISSION

BOX 2045

HOBBS, NEW MEXICO

DATE 2/18/55

MR. W. B. MACEY  
OIL CONSERVATION COMMISSION  
BOX 871  
SANTA FE, NEW MEXICO

RE:

PROPOSED NSP 106

PROPOSED NSL           

Dear Mr. Macey:

I have examined the application dated 2/11/55

for the Stanolind R. B. McQuatters #1-A 11-21-36  
Operator Lease and Well No. S-T-R

and my recommendations are as follows:

OK RFM

OK SJS

Yours very truly,

OIL CONSERVATION COMMISSION

hs

S. J. STANLEY  
Stanley J. Stanley  
Engineer