NSC 10/18/99

# OGS OPERATING COMPANY, INC.

550 W. TEXAS, SUITE 1140 MIDLAND, TEXAS 79701 (915) 682-6373 (915) 682-4634 FAX

SEP 2 7 1999

### CERTIFIED MAIL RETURN RECEIPT REQUESTED

**SEPTEMBER 23, 1999** 

MR. MICHAEL E. STOGNER CHIEF HEARING OFFICER/ENGINEER OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NM 87505

Re: Request for exception to Special Rules and Regulations for the Bluitt San Andres Associated Pool The N/2 of Section 15 and E/2 of Section 16, T-8-S, R-37-E, Roosevelt County, New Mexico.

Dear Mr. Stogner:

As we discussed on the telephone this letter is a request for an exception to Rule 2. of the Special Rules and Regulations for the Bluitt San Andres Associated Pool.

The Special Rules and Regulations for the Bluitt San Andres Associated Pool are as follows:

RULE 2. (a) A standard oil proration unit shall be 80 acres. A standard gas proration unit shall be 320 acres.

(b) Oil wells shall be located within 150 feet of the center of a quarter-quarter section. Gas wells shall be located not closer than 990 feet to the quarter section line nor closer than 330 feet to any quarter-quarter section line.

This request concerns the following wells operated by OGS Operating Company, Inc. in the Bluitt San Andres Associated Pool in Roosevelt County, New Mexico:

The Bilberry 15 Federal Com #2 well located 1,980' FNL & 1,980 FWL of Section 15, T-8-S, R-37-E, this is the second well located on the N/2 of Section 15 Proration Unit the being 320± acres.

The Bluitt 16 State #1 well located 1,980' FNL & 660 FWL of Section 16, the Proration Unit being the E/2 of Section 16, 320± acres.

These wells were drilled to a depth sufficient to test a mid to lower San Andres oil zone. Both well's location and spacing units are in compliance with the Special Rules and Regulations for the Bluitt San Andres Associated Pool for oil wells. Neither well was commercially productive in the oil zone, but each was completed and commercially productive in a shallower San Andres gas zone.

This letter is intended as an application, for each well, for an exception to RULE 2. of the Special Rules and Regulations for the Bluitt-San Andres Associated Pool

Enclosed is a plat showing the proration units and the operator of affected leases offsetting these wells.

In accordance with your instructions a copy of this letter has been sent Certified Mail Return Receipt Requested to the affected offset operators (see the attached list).

Please call if you have a question.

Sincerely,

OGS Operating Company, Inc.

Thom O'Brien, President

# ADDRESS LIST OFFSET OPERATORS

N/2 OF SECTION 15 AND E/2 OF SECTION 16, T-8-S, R-37-E ROOSEVELT COUNTY, NEW MEXICO

Certified Return Receipt

1. Eunice Well Service 1901 Main St. Eunice, NM 88231 (505) 394-2518 (505) 394-2519 fax **P** 329 341 558

Eunice Well Service is the Operator of the Light #1 well located in "Unit I" of Section 15, T-8-S, R-37-E, Roosevelt County, New Mexico.

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INQUIRE LAND BY SECTION

09/27/99 15:58:35

OGOMES -TPXM

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## OGS OPERATING COMPANY, INC.

550 W. TEXAS, SUITE 1140 MIDLAND, TEXAS 79701 (915) 682-6373 (915) 682-4634 FAX

OCT | 2 1999

OCTOBER 7, 1999

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NM 87505

Attention:

Mr. Michael E. Stogner

Chief Hearing Officer/Engineer

Re:

OGS Operating Company, Inc.,

Bilberry 15 Federal Com #2 Well: 1,980 FN & WL Section 15, Bluitt 16 State #1 Well: 660' FNL & 1,980' FWL, Section 16,

T-8-S, R-37-E Roosevelt County, New Mexico

#### Gentlemen:

Please refer to my letter dated September 23, 1999 in which I requested an exception to Rule 2 of the Special Rules and Regulations of the Bluitt-San Andres Associated Pool for the referenced wells.

In connection with my request, attached is a copy of the "Return Receipt" for the copy of my September 23, 1999 letter which I sent to affected offset Operators.

Please call if you have a question.

Sincerely,

OGS Operating Company, Inc.

Thom O'Brien, President

# ADDRESS LIST OFFSET OPERATORS

N/2 OF SECTION 15 AND E/2 OF SECTION 16, T-8-S, R-37-E ROOSEVELT COUNTY, NEW MEXICO

Certified Return Receipt

1. Eunice Well Service 1901 Main St. Eunice, NM 88231 (505) 394-2518 (505) 394-2519 fax P

Eunice Well Service is the Operator of the Light #1 well located in "Unit I" of Section 15, T-8-S, R-37-E, Roosevelt County, New Mexico.

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY			
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:         <ul> <li>EUNICE WELL SERVICE</li> <li>1901 MAIN</li> <li>EUNICE, NM 88231</li> </ul> </li> </ul>	A. Received by (Please Print Clearly)  B. Date of Delivery  C. Signature  X Agent  Addressee  D. Is delivery address different from item 1? 49 Yes  If YES, enter delivery address below: 1999 No			
	3. Service Type  ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D.			
4. Restricted Delivery? (Extra Fee) Yes  2. Article Number (Copy from service label)  P 329 341 558				
PS Form 3811, July 1999 Domestic Re	eturn Receipt 102595-99-M-1789			

9/28/99

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ONGARD

INQUIRE LAND BY SECTION

09/27/99 15:58:31

OGOMES -TPXM

PAGE NO: 1

Sec : 15 Twp : 08S Rng : 37E Section Type : NORMAL

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ONGARD

09/27/99 16:06:50

OG6IWCM

INQUIRE WELL COMPLETIONS

OGOMES -TPXM

Pool Idn : 6880 BLUITT; SAN ANDRES (ASSOCIATED)

OGRID Idn : 16367 OGS OPERATING CO INC Prop Idn : 21067 BILBERRY 15 FEDERAL COM

Well No : 002 GL Elevation: 4007

U/L Sec Township Range North/South East/West Prop/Act(P/A)

B.H. Locn : F 15 08S 37E FTG 1980 F N FTG 1980 F W A

Lot Identifier:

Dedicated Acre: 320.00

Lease Type : F

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

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PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06

PF07 PF08 PF09 PF10 NEXT-WC PF11 HISTORY PF12 NXTREC

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