ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

April 4, 1994

TORUG FREE

BRUCE KING GOVERNOR

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

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

Attention: Lloyd V. Trautman

Administrative Application For an Unorthodox Gas Well Location and Simultaneous Dedication: Rollon Brunson Well Nos. 4 and 6 W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Blinebry Oil & Gas Pool, Lea County, New Mexico.

Dear Mr. Trautman:

On April 1, 1994 the Division received an objection from Mobil Exploration & Production U. S. Inc. to the subject application, see copy of letter attached.

This application will therefore be set for hearing before a Division Hearing Examiner on the next available docket scheduled for April 28, 1994. Please provide adequate notice pursuant to Rule 1207.A(5) of the Division's General Rules and Regulations.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 827-5811.

Sincerely. Michael E. Stogner

Chief Hearing Officer/Engineer

WJL/MES/ag

cc: Oil Conservation Division - Hobbs Mobil Exploration & Producing U. S. Inc. - Midland, TX (Attention: Mark Haralson)

Mobil Exploration & Producing U.S. Inc.

OIL CONSERVATION DIV RECEIVED

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March 28, 1994

P.O. BOX 633 MIDLAND, TEXAS 79702

State of New Mexico Energy, Minerals and Natural Resource Department Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504

Attention: William J. LeMay, Director

CHEVRON USA PRODUCTION COMPANY'S REQUEST FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION DATED MARCH 8, 1994 ROLLON BRUNSON WELL NO. 6 536 FNL, 2104 FEL, UNIT B, SEC. 10 T-22-S, R-37-E, LEA COUNTY, NM MOBIL LSE # NM 633

Gentlemen:

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Reference is made to the captioned Administrative Application covering property which directly offsets Mobil's Brunson Argo lease.

Please be advised that we wish to object to Chevron's Application to simultaneously dedicate production from the Rollon Brunson Nos. 4 and 6 wells to the existing 80-acre proration unit. Unless Chevron withdraws their application, it is requested that a hearing be set to review the effect of their proposal on our acreage.

Should you have any questions or need further information, I may be reached at (915)688-2082.

Very truly yours,

MOBIL EXPLORATION & PRODUCING U.S. INC. / as, agent for (

MOBIL, PRODUCING TEXAS à NEW MEXICO INC. Mark A. Haralson

Staff Landman Mid-Continent Region

MAH:dt

cc: Chevron USA Production Company P.O. Box 1150 Midland, TX 79702 Attention: Lloyd V. Trautman

D.	в.	Hebert	- 511,	Houston
D.	A.	Howell	-1124,	Midland
В.	R.	Brown	- 361,	Houston

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