



David L. Wacker
Division Manager
Hobbs Division
Exploration and Production, North America

Conoco Inc.
726 East Michigan
P.O. Box 460
Hobbs, NM 88241
(505) 397-5800

September 29, 1989

RECEIVED

OCT - 6 1989

OIL CONSERVATION DIV.
SANTA FE

Mr. William LeMay, Director
State of New Mexico
Energy & Minerals Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501-2088

Dear Mr. LeMay:

Request for Unorthodox Location &
Simultaneous Dedication - Britt B #6,
1980' FNL & 1530' FWL, Section 15,
T-20S, R-37E, Lea County, New Mexico -
Eumont Pool

R-5008-A

Conoco Inc. respectfully requests administrative approval of the unorthodox location and simultaneous dedication for the subject well.

This well is currently completed as an oil well in the Eunice Monument (G-SA). Conoco is proposing to recompleate the well to the Penrose, Yates and 7 Rivers formations as a Eumont gas well. The location of said well falls within an existing 640 acre Eumont gas proration unit which is dedicated to Conoco's Britt B #3, #15 and #25. We request approval to simultaneously dedicate the Britt B #6 to this proration unit, along with the above-mentioned Britt B wells.

Attached is a map showing the offset operators, Form G-102 showing the well location and dedication, and an attachment showing the offset operators' names and addresses. We are notifying all offset operators of our intentions as required by Rule 104(F) IV.

Please contact Kandy Lawson at (505) 397-5826 if you have any questions.

Yours very truly,

Keith Blair

David L. Wacker
Division Manager

KLL/tm
17.

attachments

Send to:
Kandy Lawson

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

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

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

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

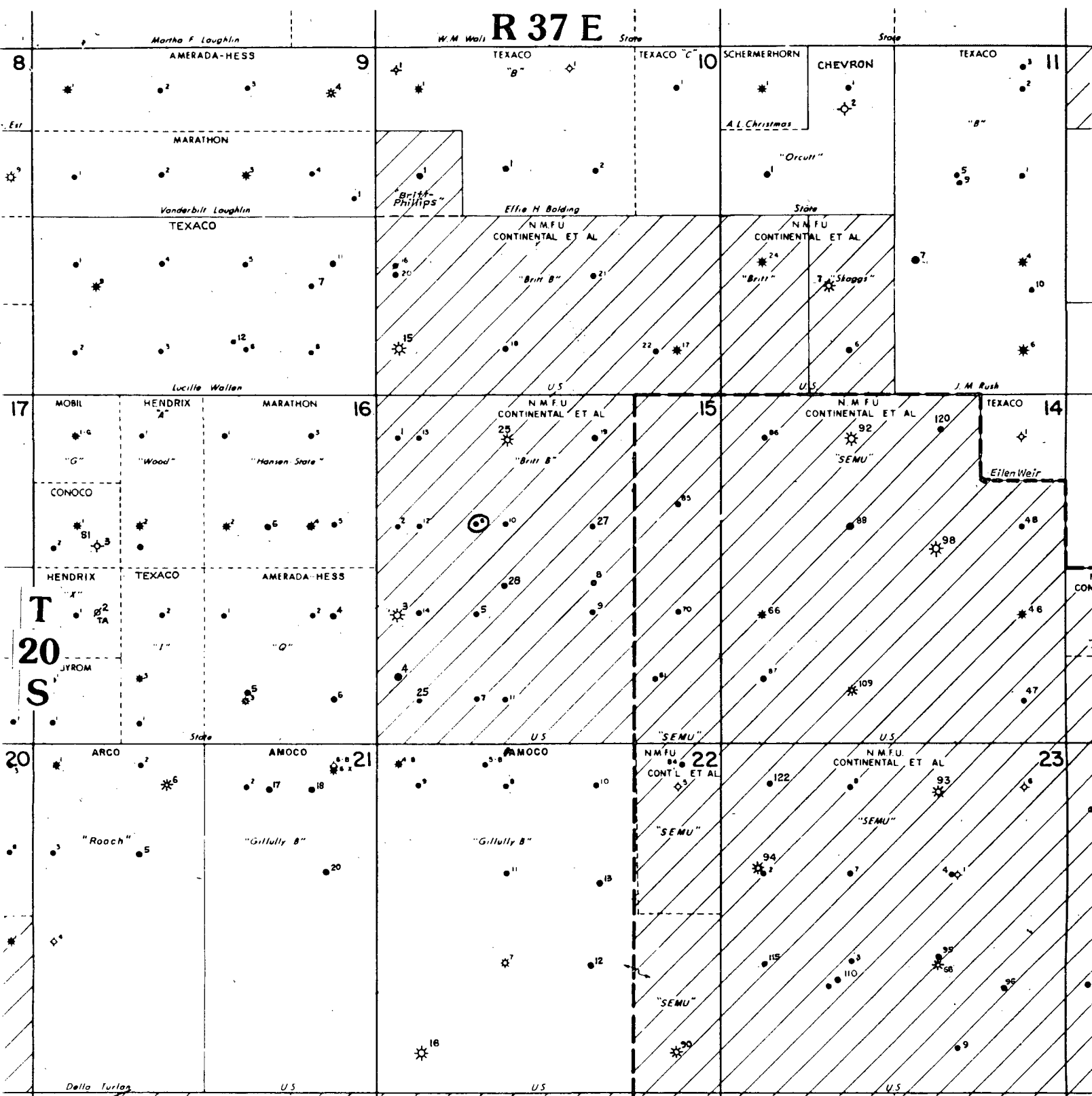
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator Conoco Inc.		Lease Britt B		Well No. 6	
Unit Letter F	Section 15	Township 20S	Range 37E	County Lea	
Actual Footage Location of Well: 1980' feet from the North line and 1530' feet from the West line					
Ground level Elev. 3554 DF	Producing Formation Penrose, Yates, 7 Rvrs			Pool Eumont Gas	Dedicated Acreage: 640 Acres
<p>1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.</p> <p>2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).</p> <p>3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No If answer is "yes" type of consolidation _____</p> <p>If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____</p> <p>No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.</p>					
<div><div></div><div><p>OPERATOR CERTIFICATION</p><p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p><p>Signature <i>W.W. Baker</i></p><p>Printed Name W.W. Baker</p><p>Position Adm. Supervisor</p><p>Company Conoco Inc.</p><p>Date Sept. 28, 1989</p><p>SURVEYOR CERTIFICATION</p><p>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.</p><p>Date Surveyed _____</p><p>Signature & Seal of Professional Surveyor _____</p><p>Certificate No. _____</p></div></div>					

0 330 660 990 1320 1650 1980 2310 2640 2000 1500 1000 500 0



NORTH AMERICAN EXPLORATION
AND PRODUCTION
HORRIS DIVISION

YATES STRUCTURE MAP
LEA COUNTY, NEW MEXICO

SCALE: 1" = 2000'
C.I. = 25'

T. FAGO
9-8-89

Amerada Hess Corporation
Box 2040
Tulsa, OK 74102

Amoco Production Company
Box 4072
Odessa, TX 79760

Marathon Oil Co.
Box 552
Midland, TX 79702

Texaco Inc.
Box 730
Hobbs, NM 88240

David Arrington Oil & Gas Inc.
P.O. Box 2071
Midland, Texas 79702

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

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9748
Order No. R-5008-A

APPLICATION OF CONOCO INC. FOR
REVISION OF DIVISION ORDER NO.
R-5008 AND SIMULTANEOUS DEDICATION,
LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 20, 1989, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 10th day of October, 1989, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-5008, dated May 6, 1975, the Division, upon the application of Continental Oil Company (Conoco Inc.), established two non-standard gas proration units in the Eumont Gas Pool comprising parts of Sections 10 and 15, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, as follows:

A 240-acre unit comprising the SW/4 and the S/2 NW/4 of Section 15, said unit to be dedicated to the applicant's Britt "B" Well No. 3 located at an unorthodox gas well location in Unit L of said Section 15; and

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Order No. R-5008-A
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A 280-acre unit comprising the SW/4 NW/4 and SW/4 of Section 10 and the N/2 NW/4 of Section 15, said unit to be dedicated to the applicant's Britt "B" Well Nos. 15 and 25 located, respectively, at unorthodox gas well locations in Unit M of said Section 10 and Unit C of said Section 15.

(3) The applicant, Conoco Inc., seeks to revise and consolidate the two non-standard gas proration units as described above by the deletion of the SW/4 NW/4 of Section 10 and the addition of the W/2 E/2 of Section 15, thereby forming a non-standard 640-acre Eumont Gas Pool spacing and proration unit comprising the SW/4 of Section 10 and the W/2 and W/2 E/2 of Section 15, said unit to be simultaneously dedicated to the applicant's Britt "B" Well Nos. 3, 15 and 25 as described above.

(4) The evidence indicates that the proposed acreage consolidation and simultaneous dedication will allow the applicant to more fully utilize the gas allowable assigned to said non-standard unit, resulting in greater gas production, and will not violate correlative rights inasmuch as the Eumont Gas Pool is a prorated gas pool.

(5) The evidence further indicates that the acreage contained within the proposed 640-acre non-standard unit, including the acreage to be added, is a single lease, being the Britt "B" Federal Lease, and that interest ownership is common.

(6) Testimony indicates that the acreage to be deleted from the proposed 640-acre non-standard unit, being the SW/4 NW/4 of said Section 10, has been sold, and that the current owner has no objection to the proposal.

(7) The entire 640-acre non-standard unit may reasonably be presumed productive of gas from the Eumont Gas Pool and said unit can be efficiently and economically drained and developed by the aforesaid Britt "B" Well Nos. 3, 15 and 25.

(8) No other offset operator and/or interest owner appeared and objected to the application.

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(9) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Eumont Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

(10) The portion of Division Order No. R-5008 which approved the two non-standard units as described in Finding No. (2) above should be superseded by this order.

IT IS THEREFORE ORDERED THAT:

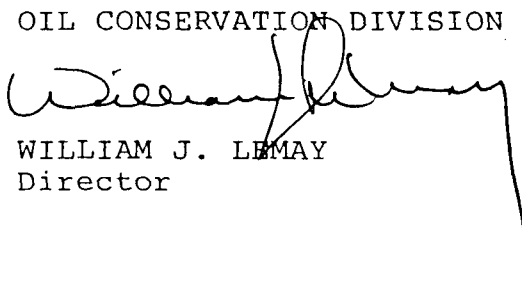
(1) A 640-acre non-standard gas spacing and proration unit comprising the SW/4 of Section 10 and the W/2 and W/2 E/2 of Section 15, both in Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, is hereby established and simultaneously dedicated to Conoco Inc's. Britt "B" Well Nos. 3, 15 and 25, all located at previously approved unorthodox gas well locations, respectively, in Unit L of Section 15, Unit M of Section 10, and Unit C of Section 15.

(2) That portion of Division Order No. R-5008 which approved the two non-standard units as described in Finding No. (2) above is hereby superseded by this order.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

S E A L