

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 1683  
Order No. R-1487

APPLICATION OF GULF OIL CORPORA-  
TION FOR AN ORDER FORCE-POOLING  
THE EUMONT GAS INTERESTS IN THE  
N/2 AND THE SE/4 OF SECTION 19,  
TOWNSHIP 19 SOUTH, RANGE 37 EAST,  
LEA COUNTY, NEW MEXICO, TO FORM  
A 477-ACRE NON-STANDARD GAS PRO-  
RATION UNIT IN THE EUMONT GAS  
POOL

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on August 19, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 14th day of September, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

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

(2) That the applicant, Gulf Oil Corporation, is the operator of the N/2 and the SE/4 of Section 19, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, and is the owner and operator of the B. V. Culp "A" Well No. 3, located in the SE/4 NW/4 of said Section 19.

(3) That the applicant seeks an order force-pooling said N/2 and SE/4 of Section 19 as a 477-acre non-standard Eumont gas proration unit.

(4) That all parties owning working interests in the above-described acreage have agreed to communitization, as have a majority of the parties owning royalty interests and contingent interests.

(5) That the applicant has made diligent efforts to communitize all royalty interests in the above-described 477-acre unit for the Eumont Gas Pool, but has been unable to obtain the consent of all persons owning such royalty interest in said 477-acre unit.

(6) That all parties owning an interest in the above-described acreage were given actual notice of the hearing in this case and that the Commission has received no objection to the approval of the subject application.

(7) That it is impractical to form a standard unit in the Eumont Gas Pool by combining the acreage in question with adjacent acreage because all surrounding property is presently dedicated to other Eumont gas wells.

(8) That accordingly, the enforcement of a uniform spacing pattern would tend to deprive the owners of the tract the opportunity to recover their just and equitable share of Eumont gas underlying the 477-acre tract.

(9) That the most efficient and orderly development of the subject acreage can be accomplished by force-pooling the N/2 and the SE/4 of said Section 19 to form a 477-acre non-standard gas proration unit in the Eumont Gas Pool, and that such an order should be entered.

IT IS THEREFORE ORDERED:

(1) That the interests of all persons having the right to drill for, produce, or share in the production of dry gas and associated liquid hydrocarbons, or either of them, from the Eumont Gas Pool underlying the N/2 and the SE/4 of Section 19, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same are hereby pooled, said unit to be dedicated to Gulf Oil Corporation's B. V. Culp "A" Well No. 3, located in the SE/4 NW/4 of said Section 19, and that Gulf Oil Corporation be and the same is hereby designated as the operator of said pooled unit.

(2) That as prescribed in the Gas Pooling Agreement for the B. V. Culp (NCT-A) Eumont Gas Unit No. 1, the production from the above-described pooled 477-acre non-standard unit be allocated to each tract in the unit in the proportion that the acreage interest contained in each of the tracts bears to the entire surface acreage of said unit.

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Case No. 1683  
Order No. R-1487

(3) That the allowable assigned to the above-described 477-acre non-standard gas proration unit shall bear the same ratio to a standard allowable in the Eumont Gas Pool as the acreage in said unit bears to the acreage in a standard unit in the Eumont Gas Pool.

(4) That the effective date of this order shall be the first day of the month following the month in which the Commission is notified that the subject well has been brought into balance.

(5) That Administrative Order NSP-256 shall be cancelled as of the effective date of this order.

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

**STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION**

**JOHN BURROUGHS, Chairman**

**MURRAY E. MORGAN, Member**

**A. L. PORTER, Jr., Member & Secretary**

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OIL CONSERVATION DIVISION  
RECEIVED

CHEVRON U.S.A. INC.  
~~B. V. Culp~~ (NCT-A) Gas Com

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Application For An Unorthodox  
Gas Well Location  
and  
Simultaneous Dedication of Acreage  
Eumont Yates 7 Rivers Queen (Prorated Gas)  
840' FNL and 990' FEL  
Section 19, T-19-S, R-37-E  
Lea County, New Mexico

WAIVER TO OBJECTION

We, the undersigned, as an offset operator, waive any objection to Chevron U.S.A. Inc.'s application for NMOCD approval of an Unorthodox Gas Well Location in the Eumont Yates 7 Rivers Queen (Prorated Gas) Pool. This location is to be 840' FNL and 990' FEL, Section 19, T-19-S, R-37-E, NMPM, Lea County, New Mexico. We further understand that this well will also be assigned to the already dedicated 477-acre proration unit of Chevron's B. V. Culp (NCT-A) Gas Com Nos. 3 & 9, comprised of Lots 1 & 2, E/2 NW/4, and E/2 of Section 19, T-19-S, R-37-E, NMPM, Lea County, New Mexico.

Company: Phillips Petroleum Company

Representative: D. A. Brown

Signature: \_\_\_\_\_

Title: Director Reservoir Engineering

Date: October 12, 1990

OIL CONSERVATION DIVISION  
RECEIVED

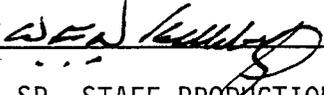
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Company: SHELL WESTERN E&P INC.  
Representative: W. F. N. KELLDORF  
Signature:   
Title: SR. STAFF PRODUCTION ENGR.  
Date: 10-15-90

CHEVRON U.S.A. INC. 90 OCT 23 AM 9 17  
B. V. Culp (NCT-A) Gas Com

Application For An Unorthodox  
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Simultaneous Dedication of Acreage  
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Company: AMERADA HES COOP.  
Representative: GRANT B. MILLER  
Signature: Grant B. Miller  
Title: OPERATIONS MGR.  
Date: 10/19/90

OIL CONSERVATION DIVISION  
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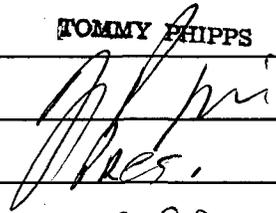
CHEVRON U.S.A. INC.  
B. V. Culp (NCT-A) Gas Com

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Simultaneous Dedication of Acreage  
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LANEXCO INC.  
P. O. Box 2730  
Midland, Texas 79702

Company: \_\_\_\_\_  
Representative: TOMMY HIPPES  
Signature:   
Title: Pres.  
Date: 10-9-90



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

OIL CONSERVATION DIVISION  
 OCT 12 AM 9 23

10-10-90

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 X + SD \_\_\_\_\_
- NSP \_\_\_\_\_
- SWD \_\_\_\_\_
- WFX \_\_\_\_\_
- PMX \_\_\_\_\_

Gentlemen:

I have examined the application for the:

Chevron USA Inc. B.V. Culp NCT-A Gas Com #10-A 19-19-37  
 Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton  
 Supervisor, District 1

/ed

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Case No. 7021  
Order No. R-6482

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

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

CASE NO. 7021

ORDERED Order No. R-6482

APPLICATION OF GULF OIL CORPORATION  
FOR SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 17, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 20th day of October, 1980, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Gulf Oil Corporation, seeks approval for the simultaneous dedication of a previously approved 477-acre non-standard gas proration unit comprising the N/2 and SE/4 of Section 19, Township 19 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.
- (3) That the applicant further seeks to simultaneously dedicate its B. V. Culp (NCT-A) Wells Nos. 3 and 9 located in Units F and J, respectively, of said Section 19.
- (4) That the above-described wells will better enable applicant to produce the gas underlying the proration unit.
- (5) That no offset operator objected to the proposed simultaneous dedication.

R-1487

Case No. 7021

Order No. R-6482

STATE OF NEW MEXICO  
OIL AND MINERAL DEPARTMENT  
OIL CONSERVATION DIVISION

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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.

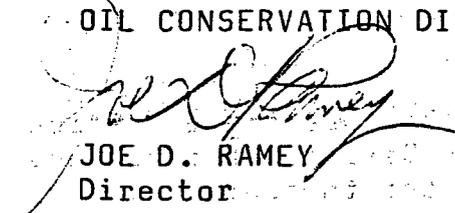
IT IS THEREFORE ORDERED:

(1) That Gulf Oil Corporation is hereby authorized to simultaneously dedicate its B.V. Culp (NCT-A) Wells Nos. 3 and 9 located in Units F and J, respectively, of Section 19, Township 19 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to a previously approved 477-acre non-standard gas proration unit consisting of the N/2 and SE/4 of said Section 19.

(2) That 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

  
JOE D. RAMEY  
Director

S E A L

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NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section.

Operator <b>GULF OIL CORPORATION</b>		Lease <b>B. V. Culp (NCT-A)</b>			Well No.
Unit Letter <b>J</b>	Section <b>19</b>	Township <b>19 South</b>	Range <b>37 East</b>	County <b>Lea</b>	
Actual Footage Location of Well: <b>2040</b> feet from the <b>south</b> line and <b>1980</b> feet from the <b>east</b> line					
Ground Level Elev. <b>3683.4</b>	Producing Formation <b>Yates 7-Rivers Queen</b>		Pool <b>Eumont Gas</b>	Dedicated Acreage: <b>477.19</b> Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hachure 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). (See Attachment)
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation Unitization

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 communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

Phillips Petroleum Co.	Gulf Oil Corporation
Culp Lease Fee	B. V. Culp (NCT-A) Lease Fee
	(NOTE: See Attachment)
	● B. V. Culp (NCT-A) #9



Shell Oil Company	Graham State (NCT-D) Lease
	● 1980 B. V. Culp (NCT-A) #9
	State A-1543-1

Gulf Oil Corporation	Graham State (NCT-D) Lease
	State A-1543-1

CERTIFICATION

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

*R. C. Anderson*

Name  
**R. C. Anderson**  
Position  
**Area Production Manager**  
Company  
**Gulf Oil Corporation**  
Date  
**1-25-80**

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  
**Nov. 13, 1979**  
Registered Professional Engineer and/or Land Surveyor

*John W. West*  
Certificate No. **JOHN W. WEST 478**  
**PATRICK A. ROMERO 6688**  
**RONALD J. EIDSON 1238**