'92 AUR 3 AM 10 14

July 30, 1992

Mr. Michael E. Stogner State of New Mexico Energy, Minerals and Natural Resources Dept. P. O. Box 2088 Santa Fe, NM 87504

RE: AMEND CASE NO. 8078, ORDER NO. R-7525
APPLICATION OF MERIDIAN OIL INC. FOR
A NON-STANDARD GAS PRORATION UNIT,
SIMULTANEOUS DEDICATION AND
UNORTHODOX LOCATION TO PLUG BACK
AND RECOMPLETE THE WINNINGHAM #6
P, 660' FSL & 660' FEL, SEC. 30,
T25S, R37E, LEA COUNTY, NEW MEXICO
FROM A JALMAT OIL WELL TO A JALMAT
GAS WELL IN THE YATES FORMATION

Dear Mr. Stogner:

Meridian operates the 480 - acre Winningham Lease, comprising the E/2 SE/4 of Section 19 and the E/2 and E/2 NW/4 of Section 30, all in T25S, R37E, Lea County, New Mexico. Meridian Oil requests approval to recomplete the Winningham Well No. 6 well captioned above and simultaneously dedicate the 480 acre non-standard gas proration to the Winningham wells No's #6 - O, Sec 30; #8 - I, Sec. 19; #9-B - Sec. 30.

The following wells will be deleted from this acreage as they are shut in and will be plugged and abandoned in the near future, Winningham #1 - C) Sec. 30; #2 - P, Sec. 19; #3 - I, Sec. 30; and #7 - H Sec. 30.

Also, we request approval for an unorthodox location for the Winningham No. 6. A plat is enclosed showing the location of these three wells.

The offset operators were notified by certified mail on 7/30/92, list attached

Mr. Stogner Page 2

Should you require additional information, please call me at A/C 915-688-6906.

Sincerely,

Maria L. Perez Prod. Asst.

MLP/sm

xc: Well File
Don McBee
Land (2)
Jt. Interest
Resv. Engineer
Prod. Engineer
Geologist
Hobbs Office
Richard Atchley
OCD - Hobbs
Roxann Scholz
Michele Alcantara
Reading File
Regulatory File

OFFSET OPERATOR ADDRESSES

LEWIS B. BURLESON, INC. P. O. BOX 2479 MIDLAND, TEXAS 79702

CHEVRON U.S.A. INC. ATTN: AL BOHLING PRORATION ENGINEER P. O. BOX 1150 MIDLAND, TEXAS 79702

TAHOE ENERGY INC. ATTN: KEN FREEMAN 3909 WEST INDUSTRIAL MIDLAND, TEXAS 79703

JALMAT TANSILL YATES 7 RIVERS (PRO GAS) LIST OF OFFSET OPERATORS MERIDIAN OIL INC.

WINNINGHAM #6 (30P-25S-37E) W/2 SW/4 SEC. 19, E/2 NW/4 & E/2 SEC. 30, T-25-S, R-37-E LEA COUNTY, NEW MEXICO

REF.	REF. OPERATOR WELL NAME(S) NO.		GAS WELL LOCATIONS	UNIT DESCRIPTION NO. OF ACRES	NO. OF ACRES
 	TAHOE ENERGY INC.		L-19-25S-37E	W/2 E/2 SECTION 19 T-25-S, R-37-E	160
2.	LEWIS B. BURLESON, INC.	SHOLES B 19 #4	K-19-25S-37E	W/2 E/2 & SE/4 NW/4 & E/2 SW/4 SECTION 19 T-25-S, R-37-E	280
3.	LEWIS B. BURLESON, INC.	SHOLES B 30 #2	D-30-25S-37E	W/2 NW/4 SECTION 20 T-25-S, R-37-E	. 08
4.	LEWIS B. BURLESON, INC.	DYER #3	H-31-25S-37E	NE/4 SECTION 31 T-25-S, R-37-E	160
5.	CHEVRON U.S.A. INC.	ARNOTT RAMSAY NCT B #1 ARNOTT RAMSAY NCT B #10	M-32-25S-37E F-32-25S-37E	W/2 SECTION 32 T-25-S, R-37-E	320

July 30, 1992

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

RE: OFFSET OPERATOR, NOTIFICATION
AMEND CASE NO. 8078, ORDER NO. R-7525
APPLICATION OF MERIDIAN OIL INC. FOR
A NON-STANDARD GAS PRORATION UNIT,
SIMULTANEOUS DEDICATION AND UNORTHODOX
LOCATION TO PLUG BACK AND RECOMPLETE
THE WINNINGHAM #6, P, 660' FSL & 660'
FEL, SEC. 30, T25S, R37E, LEA COUNTY
NEW MEXICO FROM A JALMAT OIL WELL TO A
JALMAT GAS WELL IN THE YATES FORMATION

Gentlemen:

Encosed is a copy of the captioned application sent to the Oil Conservation Division in Santa Fe.

Should you have any questions, please contact Mr. Kevin Midkiff, Production Engineer at A/C 915-688-6828.

Sincerely,

Maria L. Perez

Prod. Asst.

MLP/sm

xc: Well File
Don McBee
Land (2)
Jt. Interest
Resv. Engineer
Prod. Engineer
Geologist
Hobbs Office
Michele Alcantara
Richard Atchley
Roxann Scholz
Reading File
Regulatory File

July 30, 1992

Chevron U.S.A. Inc. Attn: Al Bohling Proration Engineer P. O. Box 1150 Midland, TX 79702

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July 30, 1992

Tahoe Energy Inc. Attn: Ken Freeman 3909 West Industrial Midland, TX 79703

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Sincerely,

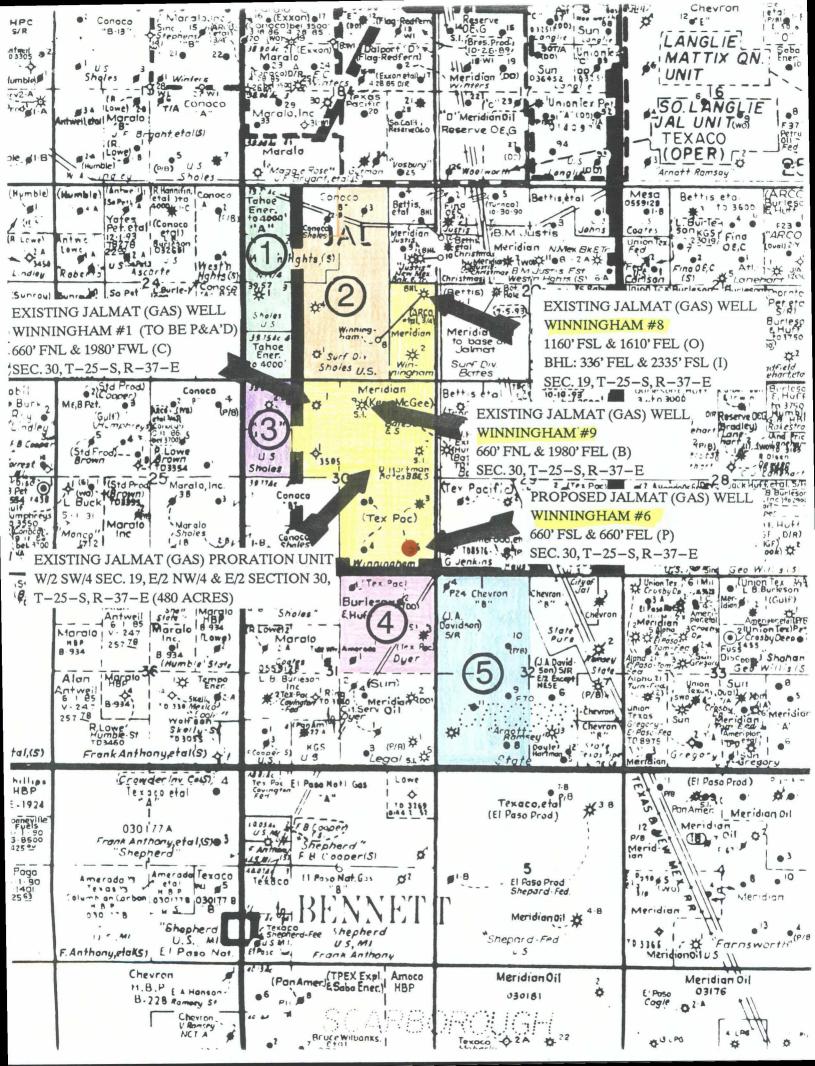
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SPECIAL RULES AND REGULATIONS FOR THE JALMAT GAS POOL

The Jalmat Gas Pool, Lea County, New Mexico, was created The Jalmat Gas Pool, Lea County, New Mexico, was created effective September 1, 1954, from a consolidation of the Jalco and Langmat Pools, which were created February 7, 1953. Gas prorationing was instituted in the Jalco and Langmat Pools January 1, 1954, and was continued after consolidation to form the Jalmat Gas Pool. The Jalmat Gas Pool now includes acreage that was formerly included in the Jal, Cooper-Jal, Eaves, Falby-Yates, Jalco and Langmat Pools.

A. DEFINITIONS

THE VERTICAL LIMITS of the Jalmat Gas Pool shall extend from the top of the Tansill formation to a point 100 feet above the base of the Seven Rivers formation, thereby including all of the Yates formation, except,

In the area described immediately below, the vertical limits of the Jalmat Gas Pool shall extend from the top of the Tansill formation to a point 250 feet above the base of the Seven Rivers formation, thereby including all of the Yates formation:
TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM
Section 13: SE/4 NE/4, SE/4
Section 23: E/2 E/2

Section 24: All

Section 25:

N/2 E/2 NE/4 Section 26:

24 SOUTH, RANGE 37 EAST, NMPM SW/4 NW/4, W/2 SW/4 TOWNSHIP

Section 18: Section 19: Section 30: NW/4 A GAS WELL in the Jalmat Gas Pool shall be a well producing from the vertical limits of the pool with a gas-liquid ratio in excess of 100,000 cubic feet of gas per barrel of oil. AN OIL WELL in the Jalmat Gas Pool shall be a well producing from the vertical limits of the pool and not classified

as a gas well as defined above.

THE LIMITING GAS-OIL RATIO for oil wells in the Jalmat Gas Pool shall be 10,000 cubic feet of gas per barrel of oil.

B. WELL LOCATION AND ACREAGE REQUIREMENTS

RULE 2(a) 1. A standard gas proration in the Jalmat Gas Pool shall be 640 acres.

A standard oil proration unit in the Jalmat Gas Pool shall

40 acres.

3. Acreage dedicated to a gas well in the Jalmat Gas Pool shall not be simultaneously dedicated to an oil well in the Jalmat Gas Pool, and the dual completion of a well so as to produce oil from the Yates and oil from the Seven Rivers or Queen formation is prohibited.

RULE 2(b) 1. A gas well in the Jalmat Gas Pool to which 640 acres is dedicated shall be located no nearer than 1650 feet to the outer boundary of the section and no nearer analysis of the only governmental question against a continuous contraction.

to any governmental quarter-quarter section line or subdivision

boundary line.

Location

2. An oil well in the Jalmat Gas Pool shall be located no nearer than 330 feet to the outer boundary of any governmental

quarter-quarter section or subdivision boundary line.

(Any well drilled to and producing from the Jalmat Gas Pool prior to September 1, 1954, at a location conforming with the spacing requirements effective at the time said well was drilled, shall be granted a tolerance not exceeding 330 feet with respect to the required distance from the boundary lines.)

RULE 4(b) 2. In establishing a non-standard gas proration unit in the Jalmat Gas Pool, the location of the well with respect to the two nearest boundary lines thereof shall govern the maximum amount of acreage that may be assigned to the well

Maximum Acreage

for the purposes of gas proration as follows:

660-660 160 acres 660-990 320 acres 990-990 600 acres

D. ALLOCATION AND GRANTING OF ALLOWABLES

RULE 5. Acreage is the only proration factor in the Jalmat Gas Pool.

(a) A 640 acre proration unit in the Jalmat Gas Pool shall be assigned an Acreage Factor of 4.00, a 160 acre proration unit an Acreage Factor of 1.00, etc.

I. MISCELLANEOUS SPECIAL POOL RULES

RULE 26. Oil wells in the Jalmat Gas Pool shall receive oil and casinghead gas allowables as provided in Rules 503, 505, and 506 of the Division Rules and Regulations.

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DEVISIONED HOBBS DISTRICT OFFICE

AM 9 46

8-3211/25

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

BRUCE KING GOVERNOR

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501
RE: Proposed: MC DHC NSL NSP SWD WFX PMX
Gentlemen:
I have examined the application for the: Meridian Oil Inc. Winningham #6-P 30-25-37 Operator Lease & Well No. Unit S-T-R
and my recommendations are as follows:
OK
Yours very truly,
Derry Sexton Supervisor, District 1

/ed

Form C-102 Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

NON-STANDARD SIMULTANEOUS DEDICATION UNORTHODOX LOCATION

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

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

Operator			Lease					Well No.		
MERIDIAN OIL I	NC.		WIN	NINGHAM				6		
P Section P 30	25-\$		Range 37-	-E	N	County MPM		LEA		
Actual Footage Location of V 660 feet fro Ground level Elev.	m the SOUTH	line and	660)	fe et	from the E	AST	line		
	Producing Formation		Pool					Dedicated Acr	eage:	
3010' DF	YATES			TANSILL		7-RIVERS		480	Acres	
2. If more than on unitization, force Yes If answer is "no" I this form if necess No allowable will	No If ans	dedicated to the wer is "yes" typons which have	e well, have the be of consolidati actually been co	interest of all or	where been of	consolidated by	y comm	unitization,	,	

