



Midland Division  
Exploration/Production

OIL CONSERVATION DIVISION  
RECEIVED

Conoco Inc.  
10 Desta Drive, Suite 100W  
Midland, TX 79705-4500  
(915) 686-5400

April 28, 1995

'95 MAY 5 AM 8 52

Oil Conservation Division  
P.O. box 108  
Sante Fe, New Mexico 87502

**RE: Administrative Application for an Unorthodox Gas Well Location for the Recompletion of Conoco's Jack B-17 No. 5, located at 1650' FNL and 660' FEL, Sec. 17, T-24S, R-37E, Lea County, New Mexico, to the Jalmat Gas Pool and Simultaneous Dedication with Well Nos. 2, 3, and 4 to an Existing 320-Acre Non-Standard Proration Unit Established by Order No. R-4779.**

Gentlemen:

As shown by the attached plat (EXHIBIT A), the Jack B-17 No. 5 well is within the boundary of an existing 320-acre non-standard proration unit established for the N/2 of Section 17 that is dedicated to Jalmat Gas production from Well Nos. 2, 3, and 4. Well No. 5 is a depleted Langlie Mattix oil well which is now available to be recompleted in the Jalmat Gas Pool to improve the recovery efficiency from this pool in the N/2 of section 17.

Recompletion of this well to the Jalmat will recover additional gas reserves that will not justify the drilling of a new well at a standard location. The location of this proposed recompletion is non-standard only to the east, where it is offset by two existing producers.

All offset operators (shown in EXHIBIT B), to this proposed unorthodox gas well location and simultaneous dedication request of four gas wells to this NSPU, have been notified by certified mail of the filing of this application. Copies of the mail receipts are also attached as EXHIBIT C.

Conoco requests that this unorthodox gas well location for development of additional Jalmat Gas Pool reserves and the simultaneous dedication of Jack B-17 Nos. 2, 3, 4, and 5 be approved by administrative order. If there are any further questions concerning this application, please contact me at (915) 686-6548. Thank you.

Very truly yours,

Jerry W. Hoover  
Sr. Conservation Coordinator

cc: Hobbs District OCD Office

District I  
 PO Box 1980, Hobbs, NM 88241-1980  
 District II  
 PO Drawer DD, Artesia, NM 88211-0719  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
 PO Box 2088  
 Santa Fe, NM 87504-2088

Form C-102  
 Revised February 21, 1994  
 Instructions on back  
 Submit to Appropriate District Office  
 State Lease - 4 Copies  
 Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

APL Number 30-025-26298		Pool Code 79240	Pool Name Jalpat Tansill Yates 7-Rivers Gas
Property Code 003029	Property Name Jack B-17		Well Number 5
OGRID No. 005073	Operator Name CONOCO INC.		Elevation 3262'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
H	17	24S	37E		1650	North	660	East	Lea

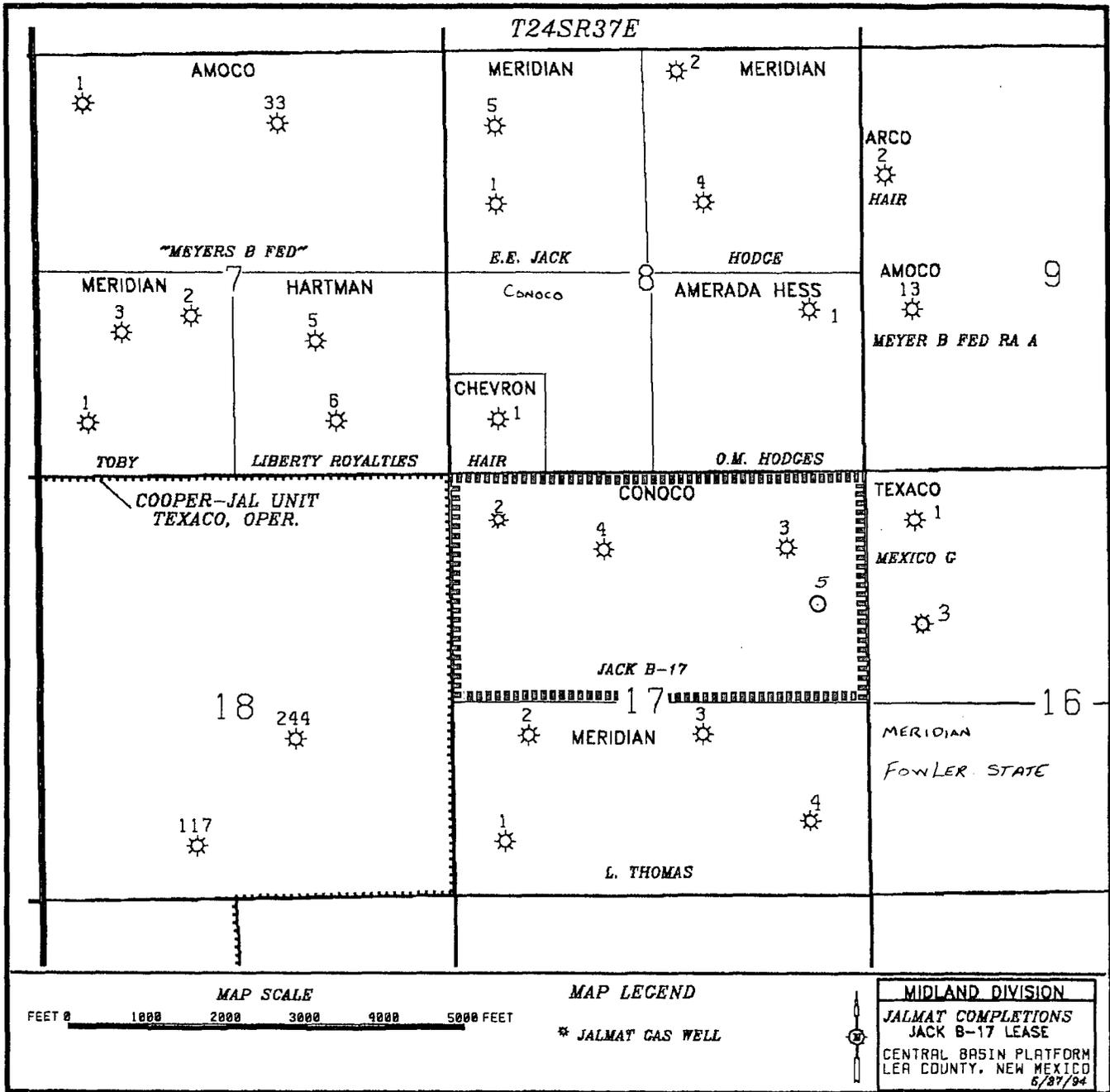
11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 320	13 Joint or Infill Y	14 Consolidation Code	15 Order No. NSP R-4779
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief  Signature Jerry W. Hoover Printed Name Sr. Conservation Coordinator Title 4/28/95 Date



Z 111 001 185



Receipt for Certified Mail

No Insurance Coverage Provided

Mr. Doyle Hartman  
1305 W. Illinois  
Midland, Texas 79701

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

Z 111 001 184



Receipt for Certified Mail

No Insurance Coverage Provided

Amerada Prod. Co.  
P.O. Box 840  
Seminole, TX 79360

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

Z 111 001 183



Receipt for Certified Mail

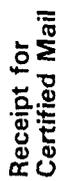
No Insurance Coverage Provided

Texaco Prod. Inc.  
P.O. Box 3109  
Midland, Texas 77702

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

Z 111 001 188



Receipt for Certified Mail

No Insurance Coverage Provided

Chevron USA Inc.  
P.O. Box 1150  
Midland, TX 79702

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

Z 111 001 187



Receipt for Certified Mail

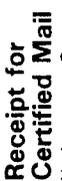
No Insurance Coverage Provided

Meridian Oil Inc.  
3300 N. "A" Street  
Midland, TX 79705

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

Z 111 001 186



Receipt for Certified Mail

No Insurance Coverage Provided

Amoco  
P.O. Box 3092  
Houston, Texas 77253

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	5/1/95

PS Form 3800, March 1993

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. 5223  
Order No. R-4779

APPLICATION OF CONTINENTAL OIL  
COMPANY FOR A 320-ACRE NON-  
STANDARD GAS PRORATION UNIT,  
SIMULTANEOUS DEDICATION OF  
ACREAGE AND REINSTATMENT OF  
CANCELLED UNDERPRODUCTION,  
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 25, 1974, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 21st day of May, 1974, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Continental Oil Company, seeks approval for a 320-acre non-standard gas proration unit comprising the N/2 of Section 17, Township 24 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to its Jack B-17 Wells Nos. 3 and 4, located 990 feet from the North line and 990 feet from the East line and 990 feet from the North line and 1980 feet from the West line, respectively, of said Section 17 with the allowable to be produced from either well in any proportion.
- (3) Applicant further seeks reclassification of the subject proration unit to non-marginal status and reinstatement of the underproduction which was cancelled November 1, 1973, when the aforesaid proration unit was reclassified to marginal status.
- (4) That applicant requests that said reclassification and reinstatement be retroactively effective April 1, 1974.
- (5) That the proposed non-standard gas proration unit can

be efficiently and economically drained and developed by the subject wells.

(6) That the applicant recompleted its Jack B-17 Well No. 3 within the proration period in which it was reclassified as marginal.

(7) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Jalmat Gas Pool and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, ~~Atlantic Richfield Company~~ *Continental Oil Company (see R-4779-A)*, is hereby authorized to simultaneously dedicate a non-standard gas proration unit comprising the N/2 of Section 17, Township 24 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Jack B-17 Wells Nos. 3 and 4, located 990 feet from the North line and 990 feet from the East line and 990 feet from the North line and 1980 feet from the West line, respectively, of said Section 17.

(2) That the allowable assigned to said unit shall be based on the unit size of 320-acres and may be produced by the wells to which said unit is dedicated in any proportion.

(3) That the subject unit is hereby reclassified to non-marginal status effective 7:00 a.m., April 1, 1974 and the under-production of said unit accruing since January 1, 1973, being 195,212 MCF, is hereby reinstated as of the same date.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*R. Trujillo*  
I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

S E A L

jr/

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

CASE NO. 5223  
Order No. R-4779-A

APPLICATION OF CONTINENTAL OIL COMPANY  
FOR A 320-ACRE NON-STANDARD GAS PRORATION  
UNIT, SIMULTANEOUS DEDICATION OF ACREAGE  
AND REINSTATMENT OF CANCELLED UNDER-  
PRODUCTION, LEA COUNTY, NEW MEXICO.

NUNC PRO TUNC

BY THE COMMISSION:

It appearing to the Commission that due to clerical error and inadvertence, Order No. R-4779, dated May 21, 1974, does not correctly state the intended order of the Commission.

IT IS THEREFORE ORDERED:

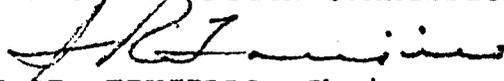
(1) That Paragraph (1) on Page 2 of Order No. R-4779, be and the same is hereby corrected to read in its entirety as follows:

"(1) That the applicant, Continental Oil Company, is hereby authorized to simultaneously dedicate a non-standard gas proration unit comprising the N/2 of Section 17, Township 24 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico, to its Jack B-17 Wells Nos. 3 and 4, located 990 feet from the North line and 990 feet from the East line and 990 feet from the North line and 1980 feet from the West line, respectively, of said Section 17."

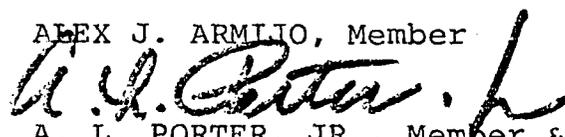
(2) That this order shall be effective nunc pro tunc as of May 21, 1974.

DONE at Santa Fe, New Mexico, this 4th day of June, 1974.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

  
A. L. PORTER, JR., Member & Secretary

S E A L  
jr/



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

95 MAY 8 AM 8 52 OIL CONSERVATION DIVISION  
HOBBS DISTRICT OFFICE

5/1/85

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 \_\_\_\_\_
- NSP  \_\_\_\_\_
- SWD \_\_\_\_\_
- WFX \_\_\_\_\_
- PMX \_\_\_\_\_

Gentlemen:

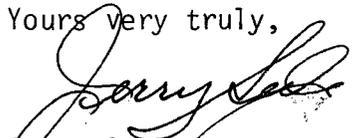
I have examined the application for the:

<u>Conoco Inc</u>	<u>Jack B-17</u>	<u># 5-H</u>	<u>17-245-37e</u>
Operator	Lease & Well No.	Unit	S-T-R

and my recommendations are as follows:

OK

Yours very truly,

  
 Jerry Sexton  
 Supervisor, District 1

/ed