



Midland Division
Exploration Production

OIL CONSERVATION DIVISION

RECEIVED

195 DEC 7 AM 8 52

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

November 30, 1995

Mr. William J. LeMay
State of New Mexico
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87504

Re: Application to

- (1) Approve an Unorthodox Gas Well Location for Conoco's Lockhart A-30 No. 3, located at 330' FNL & 1650' FEL, Sec. 30, T-21S, R-36E, Lea County, and
- (2) Simultaneously Dedicate Lockhart A-30 Wells No. 1 and 3 to the existing 160 NSPU

Dear Mr. LeMay:

EXHIBIT A shows the 160-acre NSPU currently dedicated to Eumont gas production from the Lockhart A-30 No. 1 outlined with the bold dashed line. Within this NSPU are shown two plugged Eumont oil producers (Nos. 2 and 4) and the proposed new Eumont gas producer, Well No. 3. Also identified on this plat are all offset operators to this proration unit.

EXHIBIT B is an acreage dedication plat, issued January 4, 1954, for the Lockhart A-30 Well No. 1 identifying it as a gas well with the 160 acres of the NE/4 of Section 30 dedicated to it. Well No. 1 was drilled in the Jalco Pool before this pool was combined with the Langmat Pool on this lease to form part of the Eumont Gas Pool in September of 1954. In the Jalco Pool 160 acres was a standard proration unit and simultaneous dedication of oil and gas wells to the same acreage was not prohibited. Therefore, this proration unit was grandfathered into the Eumont pool without requiring that the dedication conventions (both size and simultaneous oil/gas dedication) be changed. Therefore, this 160-acre unit is still valid and there has been no subsequent action or order number which identified this 160 acres as a NSPU.

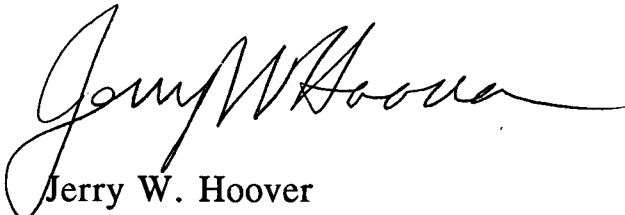
Lockhart A-30 No. 3 was completed in the Seven Rivers and Queen intervals of the current Eumont Pool as an oil producer in 1935 and subsequently temporarily abandoned in 1991. As an oil producer, its 330-foot setback from the North section line qualified as a standard location. Before final plugging of this shut-in well which has depleted the oil producing intervals of the Eumont, it is now being proposed that the Yates formation be opened in this wellbore to complete recovery of the entire vertical section containing Eumont reserves at this location. Since the Yates interval will be gas productive, Well No. 3, at 330' FNL, will constitute a non-standard gas well location for this 160-acre proration unit in the Eumont Gas Pool.

Therefore, approval of this non-standard location for Well No. 3 and for simultaneous dedication of this 160 acres to Wells No. 1 and 3 is requested to complete the efficient drainage of Eumont Pool reserves from this tract .

EXHIBIT C is a list of offset operators surrounding this proration unit. Notification of this application was mailed to each party by certified mail. Copies of the certified mail receipts are also attached as EXHIBIT D.

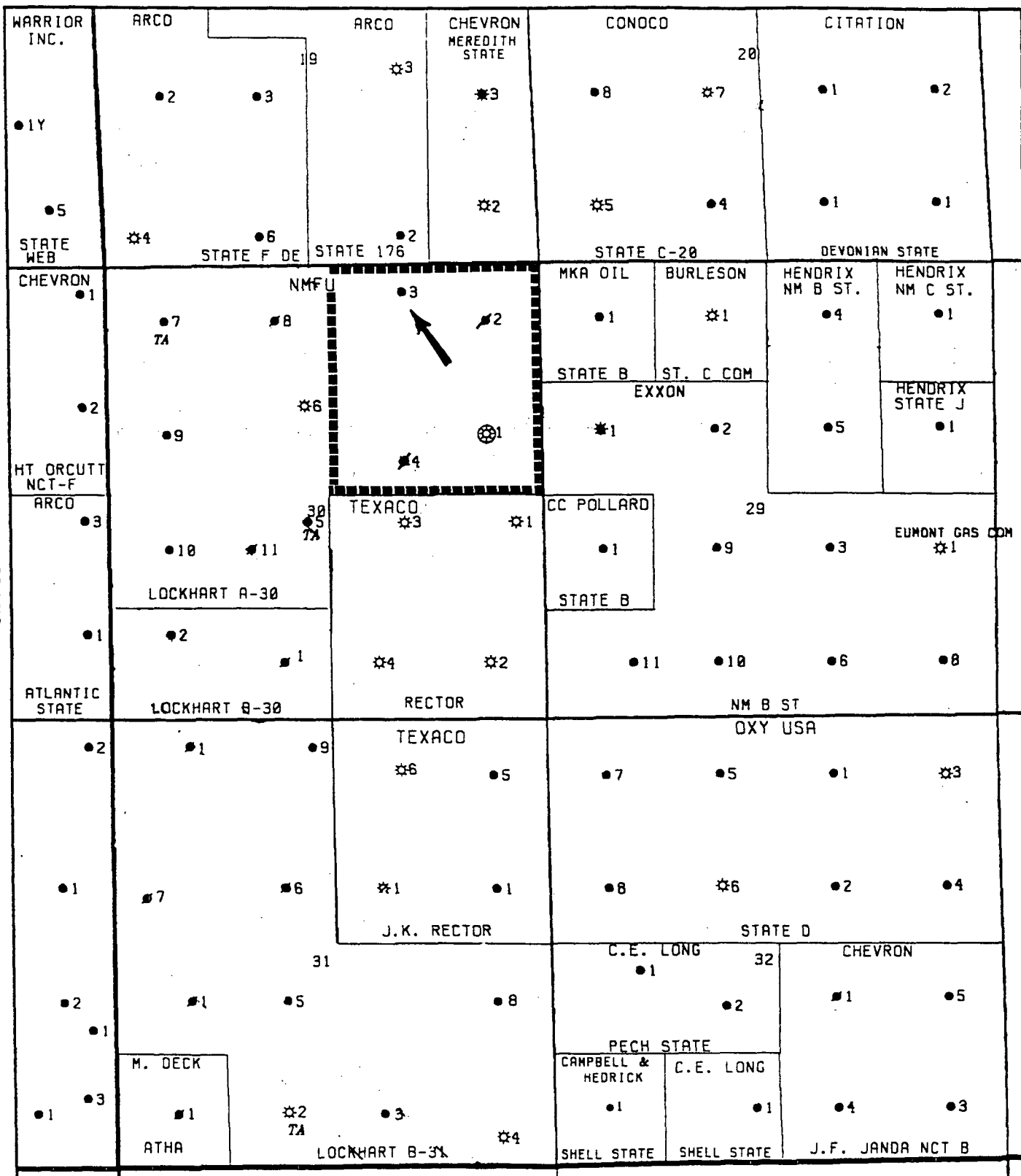
If there are any further questions concerning this application please contact me at (915) 686-6548.

Very truly yours,

A handwritten signature in cursive script, reading "Jerry W. Hoover". The signature is written in dark ink and is positioned above the printed name and title.

Jerry W. Hoover
Sr. Conservation Coordinator

T21SR36E



MAP SCALE
FEET 0 1000 2000 FEET

MAP LEGEND



MIDLAND DIVISION
EUMONT PRODUCTION PLAT
LOCKHART A-30/B-30
CENTRAL BASIN PLATFORM
LEA COUNTY, NEW MEXICO

EXHIBIT A

NEW MEXICO
OIL CONSERVATION COMMISSION

Gas Well Plat

Operator Continental Oil Co. Lockhart Date 1-4-54
Lease H-30 Well No. 1

Name of Producing Formation Vates Pool Valco

No. Acres Dedicated to the Well 160

SECTION 30 TOWNSHIP 21 RANGE 36

		3 •	
		4 •	1 ☼

I hereby certify that the information given above is true and complete to the best of my knowledge.

Name _____
Position _____
Representing _____
Address _____

EXHIBIT B

(over)

**OFFSET OPERATORS
LOCKHART A-30 NO. 3**

**Arco
P.O. Box 1610
Midland, Tx. 79701**

**Chevron
P.O. Box 1150
Midland, Tx. 79702**

**MKA Properties
500 W. Texas
Suite 1230
Midland, Tx. 79701**

**Exxon USA
P.O. Box 1600
Midland, Tx. 79702**

**Texaco
P.O. Box 3109
Midland, Tx. 79702**

**CC Pollard
209 N. Pecos
Ft. Stockton, Tx. 79735**

Z 740 461 382

**Receipt for
Certified Mail**

No Insurance Coverage Provided

Exxon USA
P.O. Box 1600
Midland, Tx. 79702

PS Form 3800, March 1993

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 12/1/95	

Z 740 461 381

**Receipt for
Certified Mail**

No Insurance Coverage Provided

MKA Properties
500 W. Texas
Suit 1230
Midland, Tx 79702

PS Form 3800, March 1993

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 12/1/95	

Z 740 461 380

**Receipt for
Certified Mail**

No Insurance Coverage Provided

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

PS Form 3800, March 1993

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 12/1/95	

Z 740 461 379

**Receipt for
Certified Mail**

No Insurance Coverage Provided

Arco
P.O. Box 1610
Midland, Tx. 79701

PS Form 3800, March 1993

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 12/1/95	

Z 740 461 384

**Receipt for
Certified Mail**

No Insurance Coverage Provided

CC Pollard
209 N. Pecos
Ft. Stockton, Tx 79735

PS Form 3800, March 1993

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 12/1/95	

Z 740 461 383

**Receipt for
Certified Mail**

No Insurance Coverage Provided

Texaco
P.O. Box 3109
Midland, Tx. 79702

PS Form 3800, March 1993

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 12/1/95	

EXHIBIT D



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

12/6/95

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	<u>X</u>	SD
NSP	_____	
SWD	_____	
WFX	_____	
PMX	_____	

Gentlemen:

I have examined the application for the:

<u>Conoco Inc</u>	<u>Lockhart A-30</u>	<u>#3-B</u>	<u>30-215-36e</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