MILLARD DECK OIL COMPANY

B O BOX 409

EUNICE, NEW MEXICO 88231

TELEPHONE (505) 394-2249

April 25, 1969

Oil Conservation Commission State of New Mexico Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

Re: Application of Millard Deck Oil Company For a Non–Standard Location and Non– Standard Proration Unit for its Shell State #2 In the Jalmat Yates Seven Rivers Gas Field

#### Gentlemen:

As required under the provisions set forth by Rule 104-D of the Oil Conservation Commission Rules and Regulations, Millard Deck Oil Company respectfully requests that an Examiner Hearing date be set for an application for a non-standard location and non-standard proration unit for its Shell State No. 2 located 1980' FWL and 2310' FNL of Section 36, Township 24 South, Range 36 East, Lea County, New Mexico.

The Shell State No. 2 was drilled to a total depth of 3428' with 4-1/2" casing set at total depth. Several unsuccessful attempts were made to make a commercial oil producer in the Langlie Mattix-Queen and the Jalmat-Seven Rivers formations. Finally, gas production was obtained in the upper portion of the Yates formation.

In order to obtain an allowable favorable to the production of gas from this well in the Jalmat Gas field, it is necessary to dedicate an additional 120 acres to this well. Enclosed is Form C-102 showing the location of the Shell State No. 2 and the proposed acreage to be dedicated to this proration unit. Also enclosed is Form C-105 which will furnish well completion data and a Gamma Ray-Neutron log for the well.

This application is to seek approval of the non-standard location and non-standard proration unit for the Shell State No. 2 in order that an appropriate gas allowable can be established. It is believed that this will serve the best interests of the Oil Conservation Commission in that it will conserve the natural resources of the State, provide royalty revenue for the State, and provide severance tax revenue for the State. In addition, it will protect the correlative rights of this operation and off-setting operators.

Yours very truly,

MILLARD DECK

**Enclosures** 

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

| Operator   |  |   |  | Lease   |   |  | Well No.  |
|--|--|---|--|---|---|--|---|
| MILLARD DECK   |  |   |  | SHELL STATE   |   |  | 2   |
| Unit Letter  | Section  | Township  |  | Range   | County  |  |   |
| F  | 36   | 2   | 4 South  | 36 EAST   |   | LEA  |   |
| Actual Footage Loc   | ation of Well:   |   |  |   |   |  |   |
| 2310   | feet from the  | North   | line and   |   | et from the   | WEST   | line  |
| Ground Level Elev.   |  | -   | Į.   |   | O D   | •  |   |
|  | <del>, ,,,</del> ,,  |   |  |   |   |  | - Actes   |
| 3. If more the dated by c  If answer this form if No allowal forced-pool sion. | Producing Produc | yates  dicated to the e is dedicated of different o on, unitization  If answer is the owners ar | wnership is de force-pooling 'yes,' type of tract descrivell until all in non-standard | almat Yates I by colored pencil outline each and id dicated to the well g. etc? consolidation ptions which have a | Seven R or hachure lentify the o , have the in actually bee | ivers  ivers  marks on the service of the service o | Dedicated Acreage:  160 Acres   |
|  |  | ).<br>  |  |   |   | shown on<br>notes of<br>under my<br>is true o<br>knowledge   | certify that the well location this plat was plotted from field actual surveys made by me or supervision, and that the same and correct to the best of my e and belief. |
|  | 1<br>1<br>1.<br>1  |   |  | <br> <br> <br> <br>   |   |  | EMBER 17, 1968<br>Professional Engineer   |
| 0 330 660  | 90 1320 1650   | 1980 2310 26  | 40 2000  | 1500 1000   | 800 0   | Cervilicate  | No. 676   |

#### MILLARD DECK OIL COMPANY

OIL OPERATOR

P. O. BOX 409

EUNICE, NEW MEXICO 88231

TELEPHONE (505) 394-2249

May 7, 1969

State of New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

Re: Application of Millard Deck Oil Company for a Non-Standard Location and Non-Standard Proration Unit for the Shell State #2 in the Jalmat Yates

Seven Rivers Gas Field.

#### Gentlemen:

Enclosed for your file is a copy of a letter sent to Shell Oil Company who is the only other operator on the same lease and a copy of letters sent to Humble Oil & Refining Company, Cities Service Oil Company, and Texas Pacific Oil Company, who are the only direct or diagonal offset operators to the subject lease.

Waivers of objections were requested. If they are obtained they will be forwarded to you for your file.

The above letters were sent via certified mail. Receipts for each letter sent are included.

We understand that unless an objection is raised you will be able to approve this application administratively in thirty days. If waivers are received, you can approve the application at an earlier date.

State of New Mexico Page 2 May 7, 1969

Your cooperation in getting this lease on production is sincerely appreciated.

Yours very truly,

milla of Deak

MILLARD DECK

Enclosures

May 3, 1969

\$ My Nep

Cities Service Oil Company P. O. Box 69 Hobbs, New Mexico 88240

#### Gentlemen:

Millard Deck Oil Company completed in January, 1969 their Shell State No. 2 located in Unit F, Section 36, Township 24 South, Range 36 East. After several attempts to make a commercial oil producer, it was completed as a Jalmat Yates-Seven Rivers gas well from perforations between 2701' to 2721'.

Acreage to be dedicated to the above lease will include 160 acres located in the NE/4-SW/4, SE/4-NW/4, NE/4-NW/4, and the NW/4-NE/4 of Section 36, T-2D-S, R-36-E, as outlined on the attached Well Location and Acreage Dedication Plat.

An application has been submitted to the New Mexico State Oil Conservation Commission seeking administrative approval for this non-standard location and non-standard proration unit as a Jalmat gas well. A copy of this application has also been included for your information.

You are requested to waive objection to approval by the Oil Conservation Commission of this application. If you will so waive, please execute the statement below and return one copy in the enclosed envelope.

Yours very truly,

milland Kick

MILLARD DECK

Enclosures

cc: N. M. Oil Conservation Commission

On behalf of CITIES SERVICE OIL COMPANY the undersigned hereby waives any and all objections to the approval of the application of Millard Deck Oil Company for a non-standard location and non-standard proration unit as above described. Shell Oil Company P. O. Box 1509 Midland, Texas 79701

Gentlemen:

Millard Deck Oil Company completed in January, 1969 their Shell State No. 2 located in Unit F, Section 36, Township 24 South, Range 36 East. After several attempts to make a commercial oil producer, it was completed as a Jalmat Yates-Seven Rivers gas well from perforations between 2701' to 2721'.

Acreage to be dedicated to the above lease will include 160 acres located in the NE/4-SW/4, SE/4-NW/4, NE/4-NW/4, and the NW/4-NE/4 of Section 36, T-22-S, R-36-E, as outlined on the attached Well Location and Acreage Dedication Plat.

An application has been submitted to the New Mexico State Oil Conservation Commission seeking administrative approval for this non-standard location and non-standard proration unit as a Jalmat gas well. A copy of this application has also been included for your information.

You are requested to waive objection to approval by the Oil Conservation Commission of this application. If you will so waive, please execute the statement below and return one copy in the enclosed envelope.

Yours very truly,

niend Deck

MILLARD DECK

Enclosures

cc: N. M. Oil Conservation Commission

On behalf of SHELL OIL COMPANY the undersigned hereby waives any and all objections to the approval of the application of Millard Deck Oil Company for a non-standard location and non-standard proration unit as above described.

Texas Pacific Oil Company P. O. Box 1069 Hobbs. New Mexico 88240

Gentlemen:

Millard Deck Oil Company completed in January, 1969 their Shell State No. 2 located in Unit F, Section 36, Township 24 South, Range 36 East. After several attempts to make a commercial oil producer, it was completed as a Jalmat Yates-Seven Rivers gas well from perforations between 2701' to 2721'.

Acreage to be dedicated to the above lease will include 160 acres located in the NE/4-SW/4, SE/4-NW/4, NE/4-NW/4, and the NW/4-NE/4 of Section 36, T-22-S, R-36-E, as outlined on the attached Well Location and Acreage Dedication Plat.

An application has been submitted to the New Mexico State Oil Conservation Commission seeking administrative approval for this non-standard location and non-standard proration unit as a Jalmat gas well. A copy of this application has also been included for your information.

You are requested to waive objection to approval by the Oil Conservation Commission of this application. If you will so waive, please execute the statement below and return one copy in the enclosed envelope.

Yours very truly,

miliary Rick

MILLARD DECK

Enclosures

cc: N. M. Oil Conservation Commission

On behalf of TEXAS PACIFIC OIL COMPANY the undersigned hereby waives any and all objections to the approval of the application of Millard Deck Oil Company for a non-standard location and non-standard proration unit as above described.

Humble Oil & Refining Company Box 1600 Midland, Texas 79701

#### Gentlemen:

Millard Deck Oil Company completed in January, 1969 their Shell State No. 2 located in Unit F, Section 36, Township 24 South, Range 36 East. After several attempts to make a commercial oil producer, it was completed as a Jalmat Yates-Seven Rivers gas well from perforations between 2701' to 2721'.

Acreage to be dedicated to the above lease will include 160 acres located in the NE/4-SW/4, SE/4-NW/4, NE/4-NW/4, and the NW/4-NE/4 of Section 36, T-22-S, R-36-E, as outlined on the attached Well Location and Acreage Dedication Plat.

An application has been submitted to the New Mexico State Oil Conservation Commission seeking administrative approval for this non-standard location and non-standard proration unit as a Jalmat gas well. A copy of this application has also been included for your information.

You are requested to waive objection to approval by the Oil Conservation Commission of this application. If you will so waive, please execute the statement below and return one copy in the enclosed envelope.

Yours very truly,

millard Ock

MILLARD DECK

#### Enclosures

cc: N. M. Oil Conservation Commission

On behalf of HUMBLE OIL & REFINING COMPANY the undersigned hereby waives any and all objections to the approval of the application of Millard Deck Oil Company for a non-standard location and non-standard proration unit as above described.

# OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

June 11, 1969

Application filed in MSP-809

Millard Deck Oil Company P. O. Box 409 Eunice. New Mexico

Attention: Mr. Millard Deck

Administrative Order NSL-434

Gentlemen:

Reference is made to your application for approval of an unorthodox well location for your Shell State Well No. 2, located 2310 feet from the North line and 1980 feet from the West line of Section 36, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

By authority granted me under the provisions of Order No. R-1670, as amended, the above-described unorthodox well location is hereby approved.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/GMH/esr

CC: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

## OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

June 11, 1969

Millard Deck Oil Company P. O. Box 409 Eunice, New Mexico

Attention: Mr. Millard Deck

Administrative Order NSP-808

Gentlemen:

Reference is made to your application for approval of a 160-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the following acreage:

LEA COUNTY, NEW MEXICO

TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM
Section 36: NW/4 NE/4, E/2 NW/4, and
NE/4 SW/4

It is understood that this unit is to be dedicated to your Shell State Well No. 2, located 2310 feet from the North line and 1980 feet from the West line of said Section 36.

By authority granted me under the provisions of Order No. R-1670, as amended, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/GMH/esr

Cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe
Proration Department, OCC - Santa Fe

### NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section

| Operator MILLARD DECK   |  |                | Lease SHELL STATE           |              |  | Well No.   |  |
|---|--|----------------|-----------------------------|--------------|--|--|--|
| tinit Letter Section Township   |  |                | Range County                |              |  | 2  |  |
| F   | 36   | 24 SOUTH       | 36 EAST                     |              | LEA  |  |  |
| Actual Footage Loca<br>2310   | Actual Footage Location of Well:   |                |                             |              |  |  |  |
| Ground Level Elev.  | Freducing For  | NORTH line and | 1980                        | eet from the | Gas) Ded   | line<br>dicated Acreage:   |  |
| 3267.   | Yat  | tes            | Jalmat Yates                |              |  | 160 Acres  |  |
| 1. Outline the  | 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. |                |                             |              |  |  |  |
| 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).  |  |                |                             |              |  |  |  |
| 3. 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   |  |                |                             |              |  |  |  |
| 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 Commis- |  |                |                             |              |  |  |  |
| sion.   |  |                |                             |              |  |  |  |
|   | 2310   | NEW NEW YORK   | GINEER CONTRACTOR OF MEXICO | F            | I hereby certification to the set of my know the se | extification  by that the information con- list true and complete to the  myledge and Belief  - Operator  Deck Oil Co.  8/69 |  |
|   |  |                |                             |              | shown on this notes of actual under my super is true and continued and knowledge and sate Surveyed SEPTEMB   | BER 17, 1968   |  |
|   |  |                |                             | a            | nd/or Land Surv  | reyor  100, West  676  |  |

|   |  | All distances must be fro  | m the outer boundaries of | the Section |             |  |  |
|---|--|--|---------------------------|-------------|-------------|--|--|
| Operator MILLARD DECK Lease SHELL STATE Well No. 2  |  |  |                           |             |             | The second secon |  |
| Unit Letter   | nit Letter Section Township  |  | Range                     | County      |             |  |  |
| F   | 36   | 24 SOUTH   | 36 EAST                   | LEA         |             |  |  |
| Actual Footage Loc  | ation of Well:   |  |                           |             | -           |  |  |
| 2310 feet from the NORTH line and 1980 feet from the WEST line  |  |  |                           |             |             |  |  |
| Ground Level Elev. Producing Formation Pool (Gas) Dedicated Acreage:  3267.3 Yates Jalmat yates Seven Rivers 160  Acres   |  |  |                           |             |             |  |  |
|   | 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. |  |                           |             |             |  |  |
| 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).  |  |  |                           |             |             |  |  |
| 3. 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  If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of   |  |  |                           |             |             |  |  |
|   | 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. |  |  |                           |             |             |  |  |
|   |  |  |                           |             |             |  |  |
|   |  |  |                           |             | CER         | TIFICATION   |  |
|   |  |  |                           |             |             |  |  |
|   |  |  |                           | 1 hereb     | y certify ! | that the information con-  |  |
|   | man and a little   |  | CHICA                     | toined      | herein is   | true and complete to the   |  |
|   |  |  | EN THE EN                 | best of     | my knowl    | ledge and belief.  |  |
|   | 2310   | 1  | STATE                     | Me          | lla         | Il lek   |  |
|   | -tj  | REG  | 676                       | 54 -        | ner -       | Operator   |  |
|   |  | -  | Z MEXICO                  | 5//         | ard D       | eck Oil Co.  |  |
| 1- 11-7-  |  |  | WEST WEST                 |             | /28/6       | 9  |  |
| 1   | 980'   | A PERMI  |                           | Date        |             |  |  |
|   |  |  |                           |             |             |  |  |
| The second  |  |  | 1                         | 1 heret     | y certify   | that the well location   |  |
|   |  |  |                           | shown       | n this pla  | at was plotted from field  |  |
|   |  |  |                           | notes o     | f actual    | surveys made by me or  |  |
| 1 1 1 1 1 1 1 1 1 1   |  |  |                           | under n     | y supervi   | ision, and that the same   |  |
| 1 2 2 2 2   |  | THE RESIDENCE OF THE PARTY OF T |                           | is true     | and con     | rect to the best of my   |  |
|   |  |  | 1 1                       | knowled     | lge and be  | olief.   |  |
| 1   |  | 100  |                           |             |             |  |  |
| 130   | 2-   |  | - In                      | Date Surv   |             | - 17 1060  |  |
|   |  |  |                           | Registere   | d Profess   | R 17, 1968<br>tonal Engineer   |  |
| CONT.   |  |  |                           | and/or La   | nd Survey   | or I I I I I   |  |
|   |  |  |                           | Je          | m           | Wildest  |  |
|   |  |  |                           | Ceptical    | 0.3417.     | 676  |  |

### **INTENTIONAL OMISSIONS**

| indicated reasons.  | monally omitted from this file due to the |  |  |  |  |  |
|---|---|--|--|--|--|--|
| FILE #NSP_808   | <u> </u>                                  |  |  |  |  |  |
|   |   |  |  |  |  |  |
| DESCRIPTION OF C  | MITTED DOCUMENTS                          |  |  |  |  |  |
|   | DESCRIPTION OF OMITTED DOCUMENTS          |  |  |  |  |  |
| OMITTED DOCUMENT  | REASON OMITTED                            |  |  |  |  |  |
| "Shell Stork No. 2" Radioactivita                                     | Log bu large to copy                      |  |  |  |  |  |
| "Shell State No. 2 " Radioactivita<br>"Shell State No. 12 " Guard Log | too lage to copy                          |  |  |  |  |  |
| · · · · · · · · · · · · · · · · · · ·                                 |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |
|   |   |  |  |  |  |  |