

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 12, 1972

COPY
Gulf Oil Company
P. O. Box 670
Hobbs, New Mexico 88240

Attention: C. D. Borland

Administrative Order NSP-876

Gentlemen:

Reference is made to your application for approval of a 40-acre non-standard gas proration unit in the South Eunice-San Andres Pool consisting of the following acreage:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 10: SE/4 NE/4

It is understood that this unit is to be dedicated to your Eaves Well No. 4, located 1874 feet from the North line and 554 feet from the East line of said Section 10.

By authority granted me under the provisions of Rule 3 of Order No. R-3706, you are hereby authorized to operate the above-described acreage as a non-standard oil proration unit.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/GMH/dr

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Proration Department, OCC, Santa Fe

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 13, 1962

**Gulf Oil Corporation
P. O. Drawer 1938
Roswell, New Mexico**

Attention: Mr. W. A. Shellishear

Administrative Order MSP-611

Gentlemen:

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

**LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 10: NE/4**

It is understood that this unit is to be dedicated to your Reilon Brunson Well No. 2, located 1980 feet from the North line and 1980 feet from the East line of said Section 10.

By authority granted me under the provisions of the Special Rules and Regulations for the Eumont Gas Pool, you are hereby authorized to operate the above-described acreage as a non-standard gas proration unit, with allowable to be assigned thereto in accordance with the pool rules, based upon the unit size of 160 acres.

Very truly yours,

**A. L. PORTER, Jr.,
Secretary-Director**

ALP/DSN/esr

**cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs**



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

June 2, 1986

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501-2088
(505) 827-5800

MEMORANDUM NO. 4-86

TO: ALL OPERATORS AND INTERESTED PARTIES
FROM: R. L. STAMETS, DIRECTOR *RLS*
SUBJECT: CLARIFICATION OF ADMINISTRATIVE APPROVAL PROCESSES IN CERTAIN
POOLS WITH SPECIAL RULES

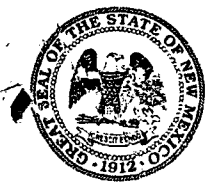
Division Rule 1 provides in part that: "Special rules, regulations and orders have been and will be issued when requested and shall prevail as against General Rules, Regulations and Orders if in conflict therewith. However, whenever these General Rules do not conflict with special rules heretofore or hereafter adopted, these General Rules shall apply."

Over the years, many special pool rules have been written. Many of these contained special rules providing for administrative exceptions to such matters as location requirements or spacing unit size while others did not. One prevailing opinion is that the intent of those special rules without administrative exception provisions was to preclude such exceptions. The counter opinion is that when read with Rule 1, if nothing is said, then the administrative exception provisions in the General Rules shall apply.

Notice is hereby provided that it is henceforth to be Division policy to utilize the administrative exceptions or approval procedures of the General Rules when special pool rules are silent as to such exceptions. This policy will save both the Division and operators the cost of unnecessary hearings.

Any person who is aware of any pool with special rules which should preclude any of the administrative exceptions or approvals provided in the General Rules should notify this office of such situation at the earliest possible date providing the reasoning for precluding administrative exceptions. Thereafter, we would suspend this policy for such pool and schedule a case to modify such special rules to incorporate the necessary prohibitions.

RLS:dp



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

July 13, 2000

Chevron U.S.A., Inc.
P. O. Box 1150
Midland, Texas 79702
Attention: A. M. Howell

Administrative Order NSP-1825

Dear Mr. Howell:

Reference is made to the following: (i) your letter of application dated April 4, 2000 concerning Chevron U.S.A., Inc.'s ("Chevron") planned development of the South Eunice-San Andres Pool within the E/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico; (ii) the New Mexico Oil Conservation Division's ("Division") initial response by letter from Mr. Michael E. Stogner, Engineer/Chief Hearing Officer in Santa Fe dated April 17, 2000; (iii) your telephone conversation with Mr. Stogner on Thursday, April 27, 2000; (iv) your application submitted to the Division on May 22, 2000; and (v) the Division's records in Santa Fe, including the file on Division Administrative Orders NSP-876 and NSP-876-A (SD): all concerning Chevron's request for an exception to **Rule 2** of the "*Special Rules and Regulations for the South Eunice-San Andres Pool*," as promulgated by Division Order No. R-3706, as amended, in order to form a non-standard, or disoriented, 80-acre stand-up oil spacing and proration unit within this pool underlying the following described acreage in Lea County, New Mexico:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 10: W/2 NE/4.

This newly established 80-unit is to be dedicated to Chevron's Rollon Brunson Well No. 5, which is located at a standard oil well location 2086 feet from the North and East lines (Unit G) of Section 10. The Division's records indicate that this well was originally drilled to a total depth of 5,270 feet in 1947 by Gulf Oil Corporation and completed within the Paddock Pool. In 1987 Chevron plugged and abandoned this well.

By the authority granted me under the provision of the special pool rules governing the South Eunice-San Andres Pool, Division Memorandum 4-86, dated June 2, 1986, and Division Rule 104.D (2), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999, above-described 80-acre non-standard oil spacing and proration unit is hereby approved.

Further, the aforementioned Rollon Brunson Well No. 5 and 80-acre spacing unit will be

Administrative Order NSP-1825

Chevron U.S.A. Inc.

July 13, 2000

Page 2

subject to all existing rules, regulations, policies, and procedures applicable to these pools.

Sincerely,

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery", followed by a large, stylized flourish or mark.

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs

File: NSP-876

NSP-876-A (SD) /

NSP-611