



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

NATURAL RESOURCES GROUP
Exploration and Production

July 18, 1978

Vernon No. 1, Non-Standard
Proration Unit, Jalmat Gas
Pool, Lea County, New Mexico

File: W2-McL-164-78

Oil Conservation Division - 3
New Mexico Department of Energy & Minerals
Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey,
Secretary-Director

Gentlemen:

We respectfully request administrative approval, subject to the 30 day waiting period, of a 40 acre non-standard proration unit in the Jalmat Gas Pool to be dedicated to the Vernon Well No. 1 located in Unit J of Section 36, T-24-S, R-36-E, Lea County. Such action will be as an exception to Jalmat Gas Pool Rule No. 5(A) of Order No. R-1670 which requires 640 acre standard proration units and as provided by Statewide Rule 104-D-II(d). This is a 40 acre lease.

The captioned well was completed as an oil well in the Jalmat Pool on June 29, 1976. However, the most recent well test dated March 8, 1978, of 29 Mcf gas and zero (0) barrels oil per day establishes statutory gas well status in the Jalmat Gas Pool which is prorated.

Attached is Form C-102 "Acreage Dedication Plat", an area plat reflecting offset operators, and a tabulated list of these operators. A copy of this request has been sent to each operator by certified mail.

Your consideration will be appreciated.

Very truly yours,

PHILLIPS PETROLEUM COMPANY

T. Harold McLemore

Area Regulation and Proration Analyst

THM/ga

Attachments

cc: New Mexico Dept. of Energy & Minerals
Oil Conservation Division
Box 1980
Hobbs, New Mexico 88240

Offset Operators per attached list

Attachments

JUL 21 1978

NSP-1105
Rule 5(c) 3 R1670
Aug 20, 1978

1980 SEC

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

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

*Statutory Gas Well Classification must be from the outer boundaries of the Section.

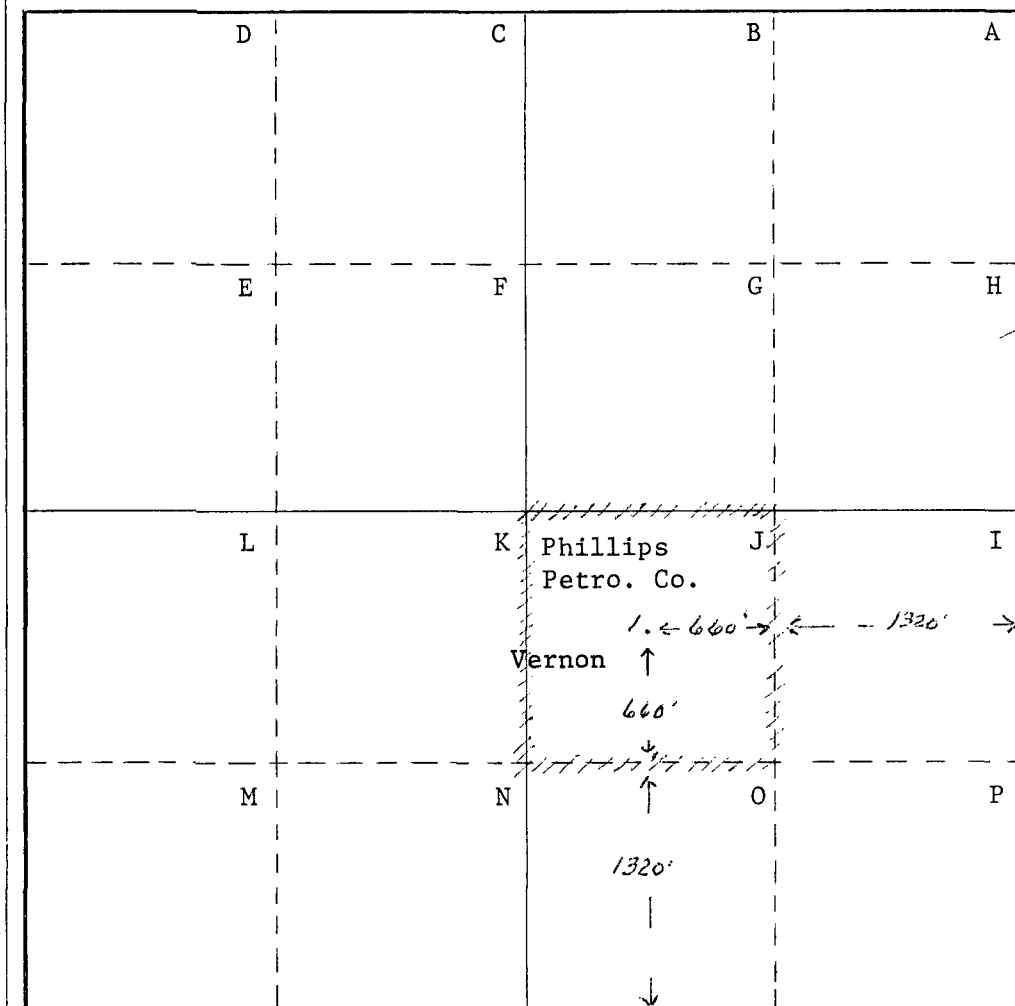
Operator Phillips Petroleum Company			Lease Vernon		Well No. 1
Unit Letter J	Section 36	Township 24-S	Range 36-E	County Lea	
Actual Footage Location of Well: 1980 feet from the East line and 1980 feet from the South line.					
Ground Level Elev. 3268' RKB	Producing Formation Yates		Pool Jalmat-Gas *		Dedicated Acreage: 40 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 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 Commission. NOTE: See attached area plat for offset operator; also see offset operator listing



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name W. J. Mueller
Position **Engineering Advisor**

Company
Phillips Petroleum Co.

Date
July 17, 1978

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed
February 3, 1949

Registered Professional Engineer and/or Land Surveyor

M. E. Spry
Certificate No.

679

Phillips Petroleum Company
Vernon No. 1
Jalmat Gas Pool
List of Offset Operators

Sam Ares
Box 1628
Odessa, Texas 79760

Doyle Hartman
312 C & K Petroleum Building
Midland, Texas 79702

Shell Oil Company
Box 1509
Midland, Texas 79702

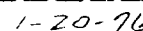
Petroleum Corporation of Texas
Route 4, Box 108
Seminole, Texas 79360

Warrior, Inc. 2
125 Midland Tower
Midland, Texas 79701

Continental Oil Company
Box 460
Hobbs, New Mexico 88240

Texas Pacific Oil Company, Inc.
Box 4067
Midland, Texas 79702

Millard Deck Oil Company
Box 1047
Eunice, New Mexico



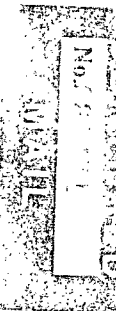
SCALE - 1" = 2000'



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

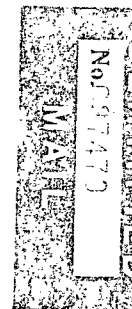
Millard Deck Oil Company
Box 1047
Eunice, New Mexico



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

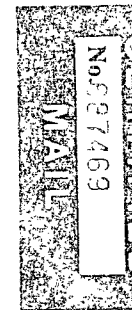
Sam Ares
Box 1628
Odessa, Texas 79760



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

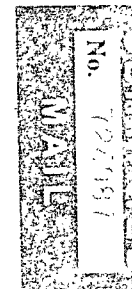
Doyle Hartman
312 C & K Petroleum Building
Midland, Texas 79702



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

Shell Oil Company
Box 1509
Midland, Texas 79702





PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

Continental Oil Company
Box 460
Hobbs, New Mexico 88240



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

Petroleum Corporation of Texas
Route 4, Box 108
Seminole, Texas 79360



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

Warrior, Inc.
125 Midland Tower
Midland, Texas 79701



PHILLIPS PETROLEUM COMPANY

NATURAL RESOURCES GROUP
ODESSA AREA, EXPLORATION AND PRODUCTION
PHILLIPS BUILDING
ODESSA, TEXAS 79761

Texas Pacific Oil Co., Inc.
Box 4067
Midland, Texas 79702

OIL CONSERVATION COMMISSION
HOBBS DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE July 20, 1978

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____
NSP X

Gentlemen:

I have examined the application dated _____
for the Phillips Petroleum Co. Vernon No. 1-J 36-24-36
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

O.K.---J.S.

Yours very truly,

[Signature]