

Release June 14, 1985
Offset notification - okay

By DEC

**ENSERCH
EXPLORATION** INC.

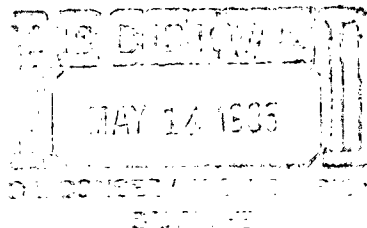
P. O. Box 4815
Midland, Texas 79704
915-682-9756

May 10, 1985

NSP-1457
RULE-R-5353
Rule 4

Leonard Kersh
District Production Manager
West Texas District
Production Division

Division Director
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501



Re: Application for Non-Standard
Proration Unit
Enserch Exploration, Inc.
Lambirth No. 12 Well
Peterson Penn Associated, South
Roosevelt County, New Mexico

80 Acres non standard
unit.

Well location

2310 FSL E 1854 FWL
Section 31, T-5S - R-33E

Gentlemen:

Note: Well is at a standard gas well
location for a w/2 deduction. No AB2
needed.

Enserch Exploration, Inc. respectfully requests administrative approval for a non-standard proration unit for the captioned well. Enserch is requesting that the N/2 of the SW/4 of Section 31, T-5-S, R-33-E (80 acres) be dedicated to this gas well, which on a standard basis would incorporate 320 acres.

This request is being made in order to comply with the Field Rules for the Peterson Penn Associated, South Pool. These rules state that any well completed with an initial Gas-Oil Ratio (GOR) greater than or equal to 30,000/1 shall be classified as a gas well. The Lambirth No. 12 potentialized for 3 BO + 170 MCF + 58 BW, with a GOR of 56,667/1. Thus Enserch hereby requests that this well be classified as a gas well and assigned 80 acres which consist of the N/2 of the SW/4 of Section 31, T-5-S, R-33-E.

The Lambirth No. 12 well was drilled as a Peterson Penn Associated, South oil development well, which required 40 acre spacing. However, upon completion this well was potentialized with a GOR of 56,667/1. According to field rules this well has to be re-classified as a gas well since the GOR is greater than 30,000/1. However, since Section 31, T-5-S, R-33-E is checkerboarded on 80 acre tracts between Phillips and Enserch, we can only assign 80 surface contiguous acres.

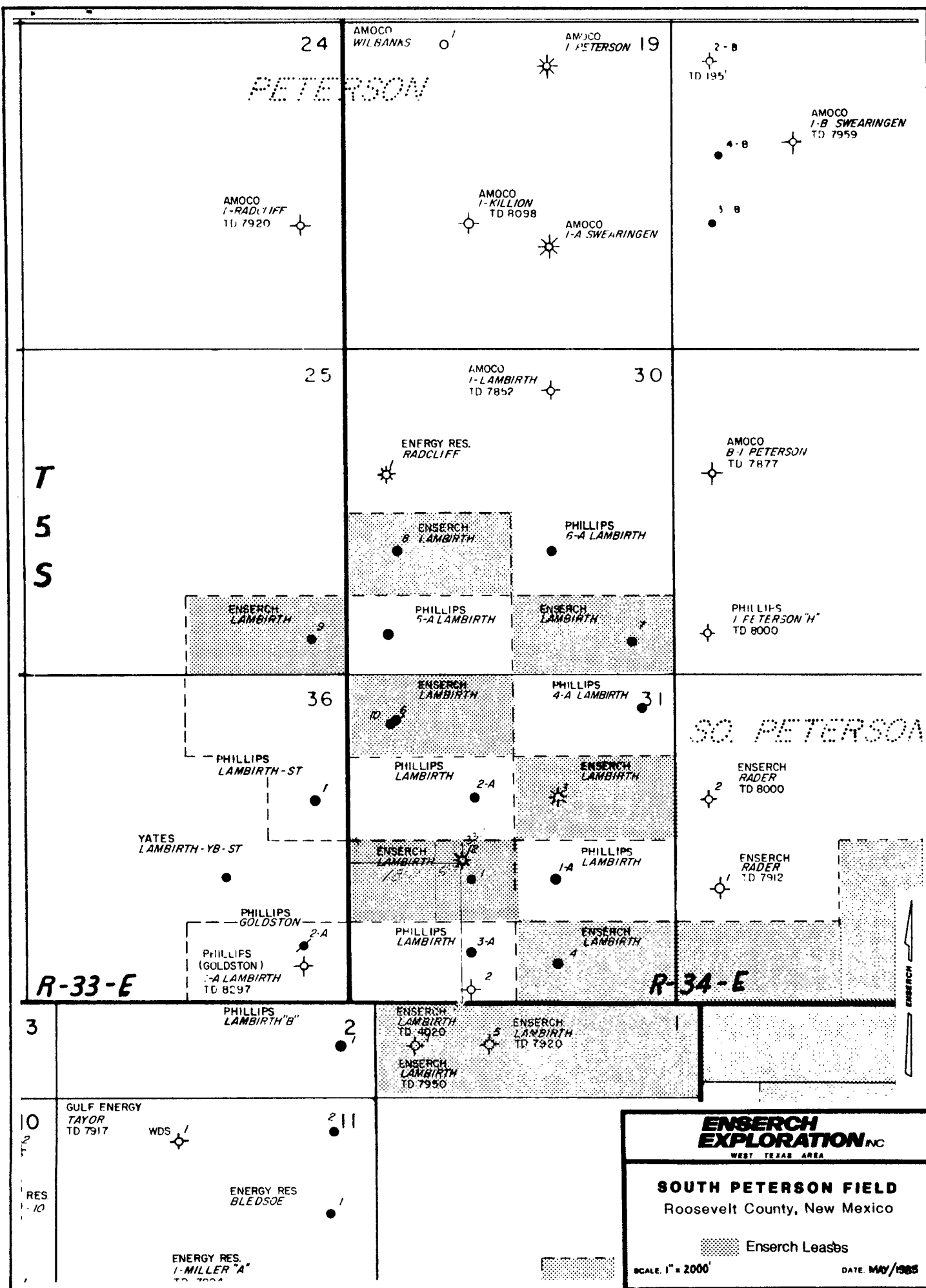
In addition, a request for waiver of objection to this application has been forwarded to Phillips and Yates Petroleum Corporation, by certified mail.

Yours truly,


Leonard Kersh

LK:vjd

Enclosures



OSP-1457

**ENSERCH
EXPLORATION INC.**

P. O. Box 4815
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915-682-9756



Leonard Kersh
District Production Manager
West Texas District
Production Division

May 10, 1985

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762

Attention: Mr. G. R. Smith

Yates Petroleum Corporation
Yates Building
207 South 4th
Artesia, New Mexico 88210

Attention: Mr. Mike Slater

Re: Enserch Exploration, Inc.
Lambirth #12, Non-Standard
Gas Unit
South Peterson (Penn) Assoc. Pool
Roosevelt County, New Mexico

Gentlemen:

Enserch Exploration, Inc. has requested administrative approval for a non-standard gas proration unit for the captioned well recently completed in the Peterson Penn Associated, South Pool. This well is located 2310' FSL & 1854' FWL of Section 31, T-5-S, R-33-E.

Enserch drilled this well as an oil well on 40 acres. However, upon completion this well potentialled for 3 BO + 170 MCF + 58 BW with a GOR = 56,667/1. Because this GOR is greater than 30,000/1, this well has been classified as a gas well for this Pool.

Since Section 31 is checkerboarded on 80 acre tracts between Enserch and Phillips the most we can assign to this well is 80 acres, whereas a standard gas proration unit requires 320 acres.

BGR

Phillips Petroleum Company
Yates Petroleum Corporation
May 10, 1985
Page 2

If you offer no objection to this application, please execute the waiver in the space below and forward one copy to the New Mexico Oil Conservation Division in Santa Fe, return one to Enserch and retain the other for your file.

A timely reply to this request is appreciated.

Yours truly,

ENSERCH EXPLORATION, INC.



Leonard Kersh
District Production Manager

LK:vjd

The undersigned offset operator has no objection to the application of Enserch Exploration, Inc. for a non-standard gas proration unit for the referenced well.

Company: PHILLIPS PETROLEUM COMPANY

By: W. R. Smith Agent

Date: June 12, 1985