Jan. 9, 1986 ROSS AINSWOR RANCH ROUTE MILNESÁND, N. M. 88125 505-675-2401 Michael & Stogner, **QIL CONSERVATION DIVISION** Near Sir. SANDA SE Enclosed is a map of my acreage in Lea Co. The questions you need to have answered from your Dec 20, 1985 Letters are kelow: (1) Location of Neen #1 * 1980' From South Line and 1980 from East Line (2) The 40 acres to be dedicated to well * NW4 of SE4, Sec 9, 95, 36 E. (3) All Lease owners within Sec 9 * no other owners within SE4 Sec 9. * other effect owners to Sec 9, NW4 - See 9 - A.J. HNTWEil NE4 - Sec 9 - AJ. ANTWEIL Sec 16, - YATES Pet. Etal

Thank you for your time on the above. Call or write if you have any questions.

Respect tan finnwarth

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50 YEARS



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT DIL CONSERVATION DIVISION

January 28, 1986



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

GOVERNOR

Ross Ainsworth Ranch Route Milsnesand, New Mexico 88125

> Re: Administrative Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 located in the SE/4 of Section 9, Township 9 South, Range 36 East, Vada Pennsylvanian Pool, Lea County, New Mexico

Dear Mr. Ainsworth,

Thank you for your prompt and efficient letter of January 9, 1986, regarding my request of December 20, 1985. In reviewing this information I believe it would be in your best interest and would promote the conservation of oil and gas if you would notify Yates Petroleum Company, A. J. Antweil, and Tenneco Oil Company of your intent. This would assure all concerned that all of the provisions set out in Rule 3 of the Special Rules and Regulations for the Vada Pennsylvanian Pool have been met and would serve to protect your interest.

To help speed the process along, it would be most helpful if you would submit to me copies of your letters notifying the company's I have mentioned.

For your convenience I have also attached a copy of Division Order No. R-3179-A, as amended, which promulgated the Special Rules for this pool.

If you should have any questions concerning this matter, please contact me. Thank you

Sincerely,

Michael E. Stogner Acting Chief Engineer

R. W. Byram & Co., - Nov., 1972

VADA-PENNSYLVANIAN POOL Lea County, New Mexico

Order No. R-3179-A, Adopting Temporary Operating Rules for the Vada-Pennsylvanian Pool, Lea County, New Mexico, October 15, 1967.

Order No. R-3179-A supersedes Order No. R-3179, adopting temporary operating rules for the field.

Order No. R-3179-B, September 12, 1968, makes permanent the rules adopted in Order No. R-3179-A.

Special depth bracket allowable of 382 barrels per day established as top unit allowable, Order No. R-4429, October 27 1972

Application of Midwest Oil Corporation for an amendment to Order No. R-3179, Lea County, New Mexico.

CASE NO. 3513 Order No. R-3179-A

ORDER OF THE COMMISSION

BY THE COMMISSION: This cause came on for hearing at 9 a. m. on September 27, 1967, at Santa Fe, New Mexico before Examiner Elvis A. Utz.

NOW, on this 4th day of October, 1967, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS

)

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That by Order No. R-3179, dated January 18, 1967, temporary Special Rules and Regulations were promulgated for Vada-Pennsylvanian Pool, Lea County, New Mexico. prothe viding for 80-acre spacing units, limited well locations, and an 80-acre proportional factor of 4.77 for allowable purposes, and providing that said temporary rules be reconsidered at an ex-aminer hearing to be held in January, 1968.

(3) That the applicant, Midwest Oil Corporation, seeks amendment of the temporary Special Rules and Regulations promul-gated by Order No. R-3179 to provide for 160-acre spacing units and the establishment of a 160-acre proportional factor of 4.77 for allowable purposes.
 (4) That the applicant also seeks to have said rules and

regulations, as proposed, made permanent.

(5) That the evidence presented indicates the establishment of 160-acre spacing units and a 160-acre proportional factor of 4.77 in the Vada-Pennsylvanian Pool for a temporary period of one year only is warranted.

(6) That in order to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells, to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, the temporary Special Rules and Regulations promulgated by Order No. R-3179 should be amended to provide for 160-acre spacing units and the establishment of a 160-acre proportional factor of 4.77 for allowable purposes.

SECTION II

(7) That the temporary Special Rules and Regulations promulgated by Order No. R-3179, as amended by this order, should continue in effect for a period of one year from the effective date of this order to allow the operators in the subject pool to gather additional reservoir information to establish the area that can be efficiently and economically drained and developed by one well.

(8) That this case should be reopened at an examiner hearing in September, 1968, at which time the operators in the sub-ject pool may appear and show cause why the Vada-Pennsylvanian Pool should not be developed on less than 160-acre spacing units and to show cause why the 160-acre proportional factor of 4.77 assigned to the subject pool should or should not be retained. IT IS THEREFORE ORDERED:

(1) That the Special Rules and Regulations governing the Vada-Pennsylvanian Pool, Lea County, New Mexico, promui-gated by Order No. R-3179, are hereby amended to read in their entirety as follows, effective October 15, 1967:

SPECIAL RULES AND REGULATIONS FOR THE VADA-PENNSYLVANIAN POOL

RULE 1. Each well completed or recompleted in the Vada-Pennsylvanian Pool or in the Bough "C" zone of the Pennsyl-vanian formation within one mile thereof, and not nearer to or within the limits of another designated Pennsylvanian oil pool, shall be spaced, drilled, operated, and produced in accordance with the Special Rules and Regulations hereinafter set forth.

RULE 2. Each well shall be located on a standard unit containing 160 acres, more or less, substantially in the form of a square, which is a quarter section being a legal subdivision of the United States Public Land Surveys.

RULE 3. The Secretary-Director of the Commission may grant an exception to the requirements of Rule 2 without notice and hearing when an application has been filed for a non-standard unit consisting of less than 160 acres or the unorthodox size or shape of the tract is due to a variation in the legal subdivision of the United States Public Land Surveys. All operators offsetting the proposed non-standard unit shall be notified of the application by registered or certified mail, and the application shall state that such notice has been furnished. The Secretary-Director may approve the application upon receipt of written waivers from all offset operators or if no offset operator has entered an objection to the formation of the non-standard unit within 30 days after the Secretary-Director has received the application.

TOLE 4. Each well shall be located within 150 feet of the center of a governmental guarter-guarter section or lot.

RULE 5. The Secretary-Director may grant an exception to the requirements of Rule 4 without notice and hearing when an application has been filed for an unorthodox location necessitated by topographical conditions or the recompletion of a well the proposed location shall be notified of the application by registered or certified mail, and the application shall state that such notice has been furnished. The Secretary-Director may approve the application upon receipt of written waivers from all operators offsetting the proposed location or if no objection to the unorthodox location has been entered within 20 days after the Secretary-Director has received the application.

A standard proration unit (158 through 162 acres) RULE 6. shall be assigned a proportional factor of 4.77 for allowable purposes, and in the event there is more than one well on a 160-acre proration unit, the operator may produce the allowable assigned to the unit from the wells on the unit in any proportion.

The allowable assigned to a non-standard proration unit shall bear the same ratio to a standard allowable as the acreage in such non-standard unit bears to 160 acres.

New Mexico Page 261

Page 262 New Mexico

(VADA-PENNSYLVANIAN POOL - Cont'd.)

1 1

IT IS FURTHER ORDERED:

(1) That the locations of all wells presently drilling to or completed in the Vada-Pennsylvanian Pool or in the Bough "C" zone of the Pennsylvanian formation within one mile thereof are hereby approved; that the operator of any well having an unorthodox location shall notify the Hobbs District Office of the Commission in writing of the name and location of the well on or before October 15, 1967.

(2) That each well presently drilling to or completed in the Vada-Pennsylvanian Pool or in the Bough "C" zone of the Pennsylvanian formation within one mile thereof shall, after October 15, 1967, receive an allowable in the same proportion to a standard 160-acre allowable for the pool as the acreage presently dedicated to the well bears to 160 acres, until Form C-102 dedicating 160 acres to the well has been filed with the Commission, or until a non-standard unit containing less than 160 acres has been approved.

(3) That this case shall be reopened at an examiner hearing in September, 1968, at which time the operators in the subject pool may present the results of interference tests and other pertinent evidence to show cause why the subject pool should not be developed on less than 160-acre spacing units and to show cause why the 160-acre proportional factor of 4.77 assigned to the subject pool should or should not be retained.

(4) That Order No. R-3179 entered by the Commission on January 18, 1967, is hereby superseded.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATELINE-ELLENBURGER POOL (Allowable Assignments Extended) Lea County, New Mexico

Order No. R-2943-A, Extending the Allowable Assignment Provisions of Order No. R-2943 for the Stateline-Ellenburger Pool, Lea County, New Mexico, January 18, 1967.

In the Matter of Case No. 3277 Being Reopened by the Oil Conservation Commission on its Own Motion to Consider the Necessity for the Continuance of the Special Allowables Assigned to Wells in the Stateline-Ellenburger Pool, Lea County, New Mexico.

> CASE NO. 3277 Order No. R-2943-4

ORDER OF THE COMMISSION

BY THE COMMISSION: This cause came on for hearing at 9 a.m. on January 4, 1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 18th day of January, 1967, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That by Order No. R-2943, dated August 6, 1965, the Commission established the top unit allowable for wells on a standard proration unit in the Stateline-Ellenburger Pool, Lea County, New Mexico, as 330 barrels of oil per day so long as a discovery allowable remained in effect in the Texas portion of the pool.

(3) That said Order No. R-2943, also provided that upon discontinuance of the discovery allowable in the Texas portion of the pool, the top unit allowable for wells in the Stateline-Ellenburger Pool, Lea County, New Mexico, would be determined in accordance with Rule 505 of the Commission Rules and Regulations.

(4) That the discovery allowable is still in effect in the Texas portion of said pool and will remain in effect until on or about May 2, 1357.

(5) That the allowable provisions of Order No. R-2943 should be continued in effect through April 30, 1967.

(6) That effective May 1, 1967, the top unit allowable for wells in the subject pool should be determined in accordance with Rule 505 of the Commission Rules and Regulations.

IT IS THEREFORE ORDERED:

(1) That the allowable provisions of Order No. R-2943 are hereby continued in effect through April 30, 1967.

(2) That effective 7:00 a.m. May 1, 1967, the top unit allowable for wells in the Stateline-Ellenburger Pool, Lea County, New Mexico, shall be determined in accordance with Rule 505 of the Commission Rules and Regulations.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

NORTHEAST BAGLEY-WOLFCAMP POOL Lea County, New Mexico

Order No. R-3184, Adopting Temporary Operating Rules for the Northeast Bagley-Wolfcamp Pool, Lea County, New Mexico, February 1, 1967.

Order No. R-3184-A, February 12, 1968, makes permanent the rules adopted in Order No. R-3184.

Application of Southern Natural Gas Company for Special Rules, Lea County, New Mexico.

> CASE NO. 3520 Order No. R-3184

ORDER OF THE COMMISSION

BY THE COMMISSION: This cause came on for hearing at 9 a. m. on January 25, 1967, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.



Acting Chief Engineer Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

> Re: Administrative Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 Located in SE¼ Sec. 9-9S-36E Vada Pennsylvanian Pool Lea County, New Mexico

Dear Mr. Stogner:

In response to your letter of January 28, 1986 to Ross Ainsworth, I wrote letters of notification to Yates Petroleum, A. J. Antweil and Tenneco Oil Company, the three off-set operators mentioned in your letter. I am enclosing copies of the notification letters to the off-set operators, each dated February 5, 1986. Each letter was sent by certified mail, and if you desire, I will furnish copies of the receipts reflecting delivery. Please note that the copies of the letters to Tenneco and Antweil have been executed on page two by them, reflecting their waiver of objection to the non-standard unit. I will advise you as soon as I hear from Yates Petroleum.

Yours very truly, HINKLE, COX, FATON, COFFIELD & HENSLEY σ Dougla Lunsford

DLL:er Encs.

cc-w/encs: Mr. Ross Ainsworth

HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C. COX PAUL W. EATON CONRAD E. COFFIELD HAROLD L. HENSLEY, JR. STUART D. SHANOR C. D. MARTIN PAUL J. KELLY, JR. OWEN M. LOPEZ DOUGLAS L. LUNSFORD T. CALDER EZZELL, JR. WILLIAM B. BUFFORD RICHARD A. SIMMS DEBORAH NORWOOD* RICHARD R. MILFONG* STEVEN D. ARNOLD JAMES J. WECHSLER NANCY S. CUSACK

JEFFREY D. HEWETT* JAMES BRUCE JERRY F. SHACKELFORD* ALBERT L. PITTS THOMAS D. HAINES, JR. THOMAS D. HAINES, JR. THOMAS H. HILLERICK GREGORY J. NIBERT JUDY K. MOORE* DAVID T. MARKETTE* BRUCE R. PROGOFF JAMES M. HUDSON DONALD R. FENSTERMACHER DAVID S. GROCE* ROBERT M. BRISTOL MACDONNELL GORDON REBECCA J. NICHOLS PAUL R. NEWTON

JEFFREY L. FORNACIARI

OF COUNSEL ROY C. SNODGRASS, JR O. M. CALHOUN MACK EASLEY CLARENCE F. HINKLE (1901-1985) W. E. BONDURANT, JR. (1913-1973) ROBERT A. STONE (1905-1981)

*NOT LICENSED IN NEW MEXICO

Mr. Michael E. Stogner Acting Chief Engineer Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

ATTORNEYS AT LAW 700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL, NEW MEXICO 88201 (505) 622-6510





200 BLANKS BUILDING POST OFFICE BOX 3580 MIDLAND, TEXAS 79702 (915) 683-4691

1700 TEXAS AMERICAN BANK BUILDING POST OFFICE BOX 12118 AMARILLO, TEXAS 79101 (806) 372-5569

218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554

Re: Administrative Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 Located in SE¼ Sec. 9-9S-36E Vada Pennsylvanian Pool Lea County, New Mexico

Dear Mr. Stogner:

Following up my letter of February 17, 1986 to you, I enclose a copy of the notification letter sent to Yates Petroleum Corporation, which has been executed by it on page 2, reflecting its waiver of objection to the Non-Standard Unit. All offset operators have now consented to the Non-Standard Oil Spacing of Proration Unit for the Deen Well No. 1, and I would very much appreciate receiving your order approving the Non-Standard Unit for the well at your very earliest convenience.

Yours very truly,

HINKLE, COX, EATON, COFFIELD & HENSLEY Lunsfor Douglas

DLL:hl Enclosure

cc w/enc: Mr. Ross Ainsworth

HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C COX PAUL W EATON CONRAD E. GOFFIELD HAROLD L. HENSLEY JR STUART D SHANOR C. D. MARTIN PAUL J. KELLY JR OWEN M. LOPEZ DOUGLAS L. LUNSFORD T. CALDER EZZELL JR WILLIAM B BURFORD-RICHARD A. SIMMS DEBORAH NORWOOD-RICHARD A. SIMMS DEBORAH NORWOOD-RICHARD A. SIMMS DEBORAH NORWOOD-RICHARD R. MILFONG-STEVEN D. ARNOLD JAMES J. WECHSLER NANCY S. CUSACK

JEFFREY L FORNACIARI

OF COUNSEL ROY C. SNODGRASS, J.R. O. M. CALHOUN MACK EASLEY CLARENCE E. HINKLE (1901-1985) W E. BONDURANT, J.R. (1913-1973) ROBERT A. STORE (1903-1981)

JEFFREY D HEWETT

DAVID 8. GROCE* ROBERT M. BRISTOL

PAUL R NEWTON

MACDONNELL GORDON REBECCA J NICHOLS

JAMES BRUCE JERRY F SHACKELFORD*

JERRY F SHACKELFORD* ALBERT L PITTS THOMAS D. HAINES. JR. THOMAS D. HAINES. JR. MICHAEL F MILLERICK GREGORY J. NIBERT JUDY K. MOORE* DAVID T. MARKETTE* BRUCE R. ROGOFF JAMES M. HUDSON DONALD R. FENSTERMACHER DAVID B. GROCE* ATTORNEYS AT LAW 700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL, NEW MEXICO 88201 (505) 622-6510

February 5, 1986

200 BLANKS BUILDING POST OFFICE BOX 3580 MIDLAND, TEXAS 79702 (915) 683-4691

1700 TEXAS AMERICAN BANK BUILDING POST OFFICE BOX 12118 AMARILLO, TEXAS 79101 (806) 372-5569

> 218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554

CERTIFIED MAIL RETURN RECEIPT REQUESTED P 131 084 259

*NOT LICENSED IN NEW MEXICO

Yates Petroleum Corporation Yates Building 207 South Fourth Street Artesia, New Mexico 88210

Attention: Land Department

Re: Request of Ross N. Ainsworth for Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 located in SE¹/₄ Section 9-9S-36E, Vada Pennsylvanian Pool, Lea County, New Mexico

Gentlemen:

Please be advised that Mr. Ross N. Ainsworth, operator of the Deen Well No. 1 located in NW4SE4 Section 9, Township 9 South, Range 36 East, N.M.P.M., Lea County, New Mexico, has applied to the New Mexico Oil Conservation Division for a Non-Standard Unit consisting of the 40 acres surrounding said well as described above. The Deen No. 1 Well has been completed in the Vada-Pennsylvanian Pool, and his application for the Non-Standard Oil Spacing and Proration Unit has been made pursuant to Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool, copy of which is enclosed herewith. According to the records of the Oil Conservation Division, you are an offset operator, and therefore entitled to notice of Mr. Ainsworth's application.

If you have any objection to the granting of the Non-Standard Unit, please contact Mr. Michael E. Stogner, Acting Chief Engineer of the Oil Conservation Division within the 30 day period specified in Rule 3 of the Vada-Pennsylvanian Yates Petroleum Corporation · February 5, 1986 Page Two

Pool Special Rules. I would also appreciate receiving a copy of any such objection. If you have no objection, I would appreciate your executing a copy of this letter in the space provided below, which evidences your waiver, and thereafter returning the same to me in the enclosed, self addressed stamped envelope.

Your early assistance to this request would be appreciated.

Yours very truly,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Douglas L. Lunsford

DLL:hl Enclosure

The undersigned offset operator hereby waives any objection to the formation of the above described Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth - Deen Well No. 1 in accordance with Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool.

YATES PETROLEUM ØRPORATION By



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HINKLE, COX, EATON, COFFIELD & HENSLEY

LEWIS C. COX LEMBC LOUX PAUL W EATON CORRAD E. COFFIELD HAROLD L. HENSLEY JR. STUART D. SHANOR C. D. MARTIN PAUL J. KELLY JR. OWEN M. LOPEZ DOUGLAS L. LUNSFORD T. CALOR EZZELL JR. WILLIAM B. BURFORD-RICHARD R. JOLSON RICHARD R. WILFONG-STEVEN D. ARNOLD JAMES J. WICHSLER PAUL W EATON JAMES J. WECHSLER NANCY S. CUSACK

JEFFREY L FORNACIARI

OF COUNSEL ROY C. SNODGRASS, JR. O. M. CALHOUN MACK EASLEY CLARENCE E. HINKLE (1901-1985)

JEFFREY D. HEWETT

JERRY F SHACKELFORD

JAMES BRUCE JERRY F SHACKELFORD' ALBERT L PITTS THOMAS D. HAINES JR. THOMAS M. HAINES JR. THOMAS M. HAISKO MICHAEL E MILLERICK GREGORY J. NIBERT JUDY K. MOORE' DAVID J. GROCE' BAUGE R. ROGOFF JAMES M. HUDSON DONALD R FENSTERMACHER DAVID B. GROCE' ROBERT M. BRISTOL MACDONNELL GORDON REBECCA J. NICHOLS PAUL R. NEWTON

JAMES BRUCE

PAUL R. NEWTON

W. E. BONDURANT, JR. (1913-1973) ROBERT A. STONE (1905-1981)

*NOT LICENSED IN NEW MEXICO

Mr. A. J. Antweil P. O. Box 2010 Hobbs, New Mexico 88240

ATTORNEYS AT LAW 700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL, NEW MEXICO 88201 (505) 622-6510

February 5, 1986

200 BLANKS BUILDING POST OFFICE BOX 3580 MIDLAND. TEXAS 79702 (915) 683-4691

1700 TEXAS AMERICAN BANK BUILDING POST OFFICE BOX 1218 AMARILLO, TEXAS 79101 (806) 372-5569

> 218 MONTEZUMA POST OFFICE BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554

CERTIFIED MAIL RETURN RECEIPT REQUESTED P 131 084 260

Request of Ross N. Ainsworth Re: for Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 located in SE¹/₄ Section 9-9S-36E, Vada Pennsylvanian Pool, Lea County, New Mexico

Dear Mr. Antweil:

Please be advised that Mr. Ross N. Ainsworth, operator of the Deen Well No. 1 located in NW4SE4 Section 9, Township 9 South, Range 36 East, N.M.P.M., Lea County, New Mexico, has applied to the New Mexico Oil Conservation Division for a Non-Standard Unit consisting of the 40 acres surrounding said well as described above. The Deen No. 1 Well has been completed in the Vada-Pennsylvanian Pool, and his application for the Non-Standard Oil Spacing and Proration Unit has been made pursuant to Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool, copy of which is enclosed herewith. According to the records of the Oil Conservation Division, you are an offset operator, and therefore entitled to notice of Mr. Ainsworth's application.

If you have any objection to the granting of the Non-Standard Unit, please contact Mr. Michael E. Stogner, Acting Chief Engineer of the Oil Conservation Division within the 30 day period specified in Rule 3 of the Vada-Pennsylvanian Pool Special Rules. I would also appreciate receiving a copy of any such objection. If you have no objection, I would appreciate your executing a copy of this letter in the Mr. A. J. Antweil February 5, 1986 Page Two

space provided below, which evidences your waiver, and thereafter returning the same to me in the enclosed, self addressed stamped envelope.

Your early assistance to this request would be appreciated.

Yours very truly,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Douglas/L

DLL:hl Enclosure

The undersigned offset operator hereby waives any objection to the formation of the above described Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth - Deen Well No. 1 in accordance with Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool.

lei Antwell



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* s

HINKLE, COX, EATON, COFFIELD & HENSLEY ATTORNEYS AT LAW

700 UNITED BANK PLAZA

POST OFFICE BOX 10

ROSWELL, NEW MEXICO 88201

(505) 622-6510

February 5, 1986

LEWIS C. COX PAUL W. EATON CONRAD E. COFFIELD HAROLD L. HENSLEY JR. STUART D. SHANOR C. D. MARTIN PAUL J. KELLY JR. OWEN M. LOPEZ DUGLAS L. LUNSFORD T. CALDER EZZELL JR. WILLIAM 8. BURFORD WILLIAM B. BURFORD RICHARD E. OLSON RICHARD A, SIMMS DEBORAH NORWOOD* RICHARD R. WILFONG STEVEN D. ARNOLD JAMES J. WECHSLER NANCY S. CUSACH

JEFFREY D HEWETT' JAMES BRUCE JERRY F SHACKELFORD' ALBERT L. PITTS THOMAS D. HAINES, JR. THOMAS M. HNASKO MICHAEL F. MILLERICK GREGORY J. NIBERT JUDY K. MOORE* DAVID T. MARKETTE* BRUCE R. ROGOFF DONALD R. FENSTERMACHER DAVID B. GROCE* ROBERT M. BRISTOL MACDONNELL GORDON REBECCA J. NICHOLS PAUL R. NEWTON

JEFFREY L. FORNACIARI

OF COUNSEL ROY C. SNODGRASS, JR. Q. M. CALHOUN MACK EASLEY CLARENCE E. HINKLE (1901-1985)

ROBERT A. STONE (1905-1981)

*NOT LICENSED IN NEW MEXICO

Tenneco Oil Company 7990 IH 10 West San Antonio, Texas 78230

Attention: Rex Bourland

Request of Ross N. Ainsworth Re: for Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 located in SE¹/₄ Section 9-9S-36E, Vada Pennsylvanian Pool, Lea County, New Mexico

Gentlemen:

Please be advised that Mr. Ross N. Ainsworth, operator of the Deen Well No. 1 located in NW4SE4 Section 9, Township 9 South, Range 36 East, N.M.P.M., Lea County, New Mexico, has applied to the New Mexico Oil Conservation Division for a Non-Standard Unit consisting of the 40 acres surrounding said well as described above. The Deen No. 1 Well has been completed in the Vada-Pennsylvanian Pool, and his application for the Non-Standard Oil Spacing and Proration Unit has been made pursuant to Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool, copy of which is enclosed herewith. According to the records of the Oil Conservation Division, you are an offset operator, and therefore entitled to notice of Mr. Ainsworth's application.

If you have any objection to the granting of the Non-Standard Unit, please contact Mr. Michael E. Stogner, Acting Chief Engineer of the Oil Conservation Division within the 30 day period specified in Rule 3 of the Vada-Pennsylvanian Pool Special Rules. I would also appreciate receiving a copy of any such objection. If you have no objection, I

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CERTIFIED MAIL RETURN RECEIPT REQUESTED 131 084 261 P

Tenneco Oil Company February 5, 1986 Page Two

would appreciate your executing a copy of this letter in the space provided below, which evidences your waiver, and thereafter returning the same to me in the enclosed, self addressed stamped envelope.

Your early assistance to this request would be appreciated.

Yours very truly,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Douglas

DLL:hl Enclosure

The undersigned offset operator hereby waives any objection to the formation of the above described Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth - Deen Well No. 1 in accordance with Rule 3 of the Special Rules and Regulations for the Vada-Pennsylvanian Pool.

TENNECO OIL COMPANY

<u>Stive Mueller</u> Div. Geol. Eng. By





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LEWIS C. COX PAUL W. EATON CONRAD E. COFFIELD HAROLD L. HENSLEY JR. STUART D. SHANOR C. D. MARTIN PAUL J. KELLY JR. OWEN M. LOPEZ DOUGLAS L. LUNSFORD T. CALDER EZZELL, JR. WILLIAM B. BUFFORD RICHARD E. OLSON RICHARD R. SIMMS DEBORAH NORWODD* RICHARD R. WILFONG* STEVEN D. ARNOLD JAMES J. WECHSLER NANCY S. CUSACK

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HINKLE, COX, EATON, COFFIELD & HENSLEY ATTORNEYS AT LAW 700 UNITED BANK PLAZA POST OFFICE BOX 10 ROSWELL, NEW MEXICO 88201 (505) 622-6510

February 28, 1986



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*NOT LICENSED IN NEW MEXICO

Mr. Michael E. Stogner Acting Chief Engineer Energy and Minerals Department Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

> Re: Administrative Non-Standard Oil Spacing and Proration Unit for the R. N. Ainsworth Deen Well No. 1 Located in SE¼ Sec. 9-9S-36E Vada Pennsylvanian Pool Lea County, New Mexico

Dear Mr. Stogner:

Enclosed please find the copy of the notification letter sent to Yates Petroleum Corporation, which has been executed by it on page 2, reflecting its waiver of objection to the Non-Standard Unit. My letter to you of February 27, 1986 wherein I stated that I was sending this letter to you contained a copy rather than the executed copy. I apologize for any inconvenience this may have caused you.

Yours very truly,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Lunsford

hl Enclosure