

Chevron U.S.A. Production Company

P.O. Box 1150, Midland, TX 79702

CHE CONSERVE HON DIVISION RECEIVED

192.NO 1 9 AM 9 28

November 4, 1992

Administrative Application for Amendment of Order No. R-2852 Blinebry Oil and Gas Pool Section 28 and 33, T21S, R37E Lea County, New Mexico

State of New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division P.O Box 2088 Santa Fe, New Mexico 87504

Attn: Mr. William J. LeMay Director

Gentlemen:

Chevron U.S.A. Inc. respectfully requests administrative approval to amend Order NO. R-2852 by reducing the 120 acre non-standard Blinebry Gas proration unit to an 80 acre non-standard gas proration unit. The reason for the change is the recently recompleted J.N. Carson (NCT-C) Well No. 9 as a Blinebry Oil well. Well No. 9 is located 2,080' FSL and 766' FEL (Unit I) Section 28, T21S, R37E, Lea County, New Mexico. The proposed 80 acre unit will consist of the SE/4 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, T21S, R37E. The J.N. Carson (NCT-C) No. 6 well will continue to be dedicated to the proposed 80 acre unit. Well No. 6 is located 330' FSL and 965' FEL (Unit P) of Section 28, T21S, R37E. In support of this application, Chevron U.S.A. Inc. states the following facts:

- Order No. R-2852 (attached copy) dated December 28, 1964, approved a 120 acre non-standard gas proration unit in the Blinebry Oil and Gas Pool comprising of the E/2 SE/4 of Section 28, T21S, R37E, and the NE/4 NE/4 of Section 33, T21S, R37E NMPM, Lea County, New Mexico, to be dedicated to J.N. Carson (NCT-C) No. 6 in Unit P of Section 28.
- 2. Chevron's J.N. Carson (NCT-C) Well No. 9 located in Unit I of Section 28, T21S, R37E, has recently been completed as a Blinebry Oil well. This reduces the nonstandard proration unit for Well No. 6 from 120 acres to 80 acres.

R-2852 Blinebry Oil & Gas Pool

It is requested that the 80 acres continue to be dedicated to the J.N. Carson (NCT-C) No. 6. Attached is a plat outlining the proposed non-standard gas proration unit, and a map showing all offset properties and wells.

Chevron U.S.A. Inc has mailed, by certified mail, a copy of this application to the offset Operators.

In view of the facts submitted, Chevron U.S.A. Inc. requests that administrative approval of the amendment to Order No. R-2852 be granted. If additional information is required, please contact me at 915/687-7152.

Yours very truly,

Lloyd V. Trautman Sr. Petroleum Engineer

/tmf 8440.1

Enclosures

cc: NMOCD - Hobbs

Enclosures

-2-

CHEVRON U.S.A. INC.

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ADMINISTRATIVE APPLICATION FOR AMENDMENT OF ORDER NO. R-2852 BLINEBRY OIL AND GAS POOL SECTION 28 & 33, T21S, R37E LEA COUNTY, NEW MEXICO

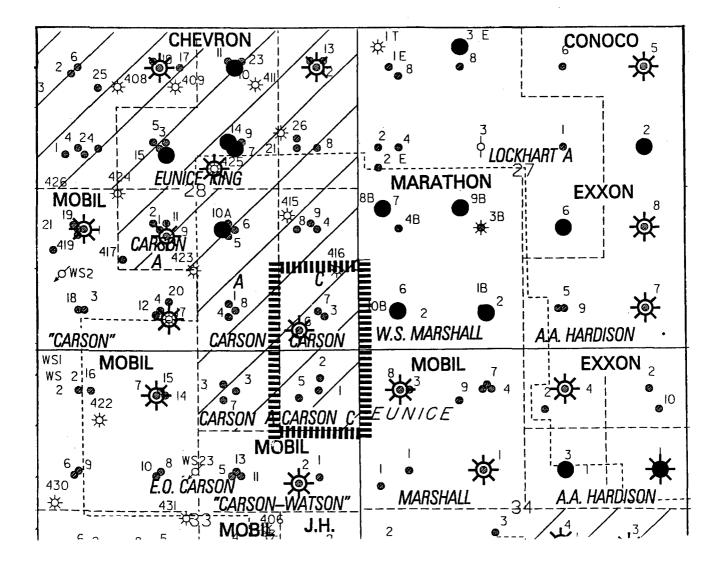
OFFSET OPERATORS

Conoco, Inc. 10 Desta Drive West Midland, Texas 79705

Marathon Oil Box 552 Midland, Texas 79702

Mobil Producing TX & NM, Inc. 12450 Greenspoint Environmental Regulations & LPDPT Houston, Texas 77060 November 2, 1992

ADMINISTRATIVE APPLICATION FOR AMENDMENT OF ORDER NO. R-2852 BLINEBRY OIL AND GAS POOL SECTION 28 AND 33, T21S, R37E LEA COUNTY, NEW MEXICO



Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

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DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Anesia, NM \$\$210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM \$7410 State of New Mexico Energy, Minerais and Natural Resources Department

Form C-102 Revised 1-1-89 +

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

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IN THE MATTER OF THE HEARING CALLED BY THE GIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

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CASE No. 3163 Order No. R-2852

APPLICATION OF GULF OIL CORPORATION FOR A MON-STANDARD GAS PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION :

This cause came on for hearing at 9 o'clock a.m. on December 15, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter. /

NOW, on this 255 day of December, 1964, 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.

PIMDS:

(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 the applicant, Gulf Oil Corporation, seeks approval of a 120-acre non-standard gas provation unit in the Blinebry Gas Pool comprising the E/2 SE/4 of Section 28, and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Maxico, to be dedicated to its J. N. Carson Well No. 6 located in Unit P of said Section 28.

(3) That the above-described non-standard unit was approved by Order No. R-1253; that said unit was superseded by Order No. R-1253-A as the applicant had completed its J. N. Carson Well No. 8 as a Blinebry oil well in the NE/4 SE/4 of said Section 28; and that said well was reclassified as a Blinebry gas well effective December 1, 1964.

(4) That the applicant proposes to shut in the J. N. Carson Well No. 8 and to produce the allowable assigned to the 120-acre non-standard unit from the J. N. Carson Well No. 6. -2-CASE No. 3163 Order No. R-2852

(5) That the proposed non-standard proration unit can be efficiently and economically drained and developed by the J. N. Carson Well No. 6.

(6) That approval of the subject application will afford to the owner of each property in the pool the opportunity to produce his just and equitable share of the gas in the pool.

IT IS THEREFORE ORDERED:

(1) That a 120-acre non-standard gas provetion unit in the Blinebry Gas Pool comprising the E/2 SE/4 of Section 28, and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby created and dedicated to the Gulf Oil Corporation J. M. Carson Well No. 6 located in Unit P of said Section 28.

(2) That the gas allowable assigned to the above-described 120-acre non-standard gas provation unit shall be effective December 1, 1964, and that a notice of disconnection shall be filed for the J. N. Carson Well No. 8.

(3) That Order No. R-1253-A is hereby superseded.

(4) 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.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

H. S. WALKER, Member

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A. L. PORTER, Jr., Member & Secretary

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1506 Order No. R-1253

APPLICATION OF GULF OIL CORPORATION FOR TWO NON-STANDARD GAS PRORATION UNITS IN THE BLINEBRY GAS POOL AND FOR TWO NON-STANDARD GAS PRORATION UNITS IN THE TUBB GAS POOL, LEA COUNTY, NEW MEXICO.

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ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 10, 1958, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

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NOW, on this $39^{\pm 1}$ day of September, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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.

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(2) That the applicant, Gulf Oil Corporation, is the operator of the NE/4 SW/4 and the SE/4 of Section 28 and the NW/4 NE/4 and the NE/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant is the operator of the followingdescribed wells:

> J. N. Carson "C" Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28, which well is completed in the Blinebry Gas Pool.

-2-Case No. 1506 Order No. R-1253

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J. N. Carson "C" Well No. 3, located 640 feet from the South line and 660 feet from the East line of said Section 28, which well is dually completed in the Tubb Gas Pool and the Drinkard (Oil) Pool.

J. N. Carson "A" Well No. 4, located 554 feet from the South line and 2086 feet from the East line of said Section 28, which well is dually completed in the Blinebry Gas Pool and the Drinkard (Oil) Pool.

J. N. Carson "A" Well No. 6, located 2086 feet from the South line and 2086 feet from the East line of said Section 28, which well is dually completed in the Tubb Gas Pool and the Drinkard (Oil) Pool.

(4) That applicant presently has a 160-acre standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the SE/4 of said Section 28 and dedicated respectively to the said J. N. Carson "A" Well No. 4 and the J. N. Carson "C" Well No. 3.

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(5) That the applicant proposes the establishment of four non-standard gas proration units, two in the Blinebry Gas Pool and two in the Tubb Gas Pool, to-wit:

> A 160-acre non-standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the NE/4 SW/4 and the W/2 SE/4 of said Section 28 and the NW/4 NE/4 of said Section 33 to be dedicated respectively to the aforesaid J. N. Carson "A" Well No. 4 and the J. N. Carson "A" Well No. 6.

A 120-acre non-standard gas proration unit in both the Blinebry and Tubb Gas Pools, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33 to be dedicated respectively to the aforesaid J. N. Carson "C" Well No. 6 and the J. N. Carson "C" Well No. 3.

(6) That the applicant proposes the above-described arrangement of dedicated acreage in order to eliminate the necessity of developing wells within the residential section of Eunice, New Mexico.

(7) That approval of the subject application will not cause waste nor impair correlative rights.

-3-Case No. 1506 Order No. R-1253

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IT IS THEREFORE ORDERED:

(1) That a 160-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "A" Well No. 4, located 554 feet from the South line and 2086 feet from the East line of said Section 28.

(2) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of said Section 28 and the NW/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "A" Well No. 6, located 2086 feet from the South line and 2086 feet from the East line of said Section 28.

(3) That a 120-acre non-standard gas proration unit in the Blinebry Gas Pool, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "C" Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.

(4) That a 120-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the E/2 SE/4 of said Section 28 and the NE/4 NE/4 of said Section 33, be and the same is hereby established. Said unit is to be dedicated to the applicant's J. N. Carson "C" Well No. 3, located 640 feet from the South line and 660 feet from the East line of said Section 28.

(5) That each of the non-standard gas proration units created above be assigned an allowable in the appropriate pool in the proportion that the acreage contained in said unit bears to the acreage contained in a standard proration unit for the pool.

(6) That the establishment of the above-described nonstandard gas proration units and the allowables assigned thereto shall become effective November 1, 1958, provided that all applicable pool rules and regulations have been complied with on that date.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Edwin L, Mechem, Chairman

Murray E. Morgan, Member

A. L. Porter, Jr., Member & Secretary

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2822 Order No. R-1253-A

APPLICATION OF GULF OIL CORPORATION FOR A NON-STANDARD GAS PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 22, 1963, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>llth</u> day of June, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 Order No. R-1253 established a 120-acre nonstandard gas proration unit in the Blinebry Gas Pool comprising the E/2 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, to be dedicated to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.

(3) That the applicant, Gulf Oil Corporation, has completed a Blinebry oil well in the NE/4 SE/4 of said Section 28.

(4) That due to the prohibition against dual dedication of acreage to a gas well in the Blinebry Gas Pool and to an oil well in the Blinebry Oil Pool, the applicant seeks approval of an 80-acre non-standard gas proration unit comprising the SE/4 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Blinebry Gas Pool, Lea County, New Mexico, to be dedicated to its J. N. Carson (NCT-C) Well No. 6.

(5) That the subject application should be approved in order to afford the applicant an opportunity to produce its just

-2-CASE No. 2822 Order No. R-1253-A

and equitable share of the oil in the Blinebry Oil Pool and its just and equitable share of the gas in the Blinebry Gas Pool, thereby preventing waste and protecting correlative rights.

(6) That Order No. R-1253 should be superseded insofar as it is inconsistent with this order.

IT IS THEREFORE ORDERED:

(1) That an 80-acre non-standard gas proration unit in the Blinebry Gas Pool comprising the SE/4 SE/4 of Section 28 and the NE/4 NE/4 of Section 33, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby established, and dedicated to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 6, located 330 feet from the South line and 965 feet from the East line of said Section 28.

(2) That Order No. R-1253 is hereby superseded insofar as it is inconsistent with this order.

(3) That this order shall be effective the date an oil well allowable in the Blinebry Oil Pool was assigned to the Gulf Oil Corporation J. N. Carson (NCT-C) Well No. 8, located 1980 feet from the South line and 990 feet from the East line of Section 28, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(4) 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.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

SEAL

A. L. PORTER, Jr., Member & Secretary

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 5799 Order No. R-1253-B

APPLICATION OF GULF OIL CORPORATION FOR AN UNORTHODOX GAS WELL LOCATION AND A NON-STANDARD PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 10, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of November, 1976, 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 the applicant, Gulf Oil Corporation, seeks authority to dedicate a previously approved non-standard 160-acre Tubb gas proration unit comprising the NE/4 SW/4 and W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, to its J. N. Carson NCT "A" Well No. 9 located at an unorthodox location 1874 feet from the South line and 2086 feet from the West line of said Section 28, Tubb Gas Pool, Lea County, New Mexico.

(3) That a well at said unorthodox location will better enable applicant to produce the gas underlying the proration unit.

(4) That no offset operator objected to the proposed unorthodox location.

(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

-2-Case No. 5799 Order No. R-1253-B

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location is hereby approved for applicant's J. N. Carson NCT "A" Well No. 9 to be located at a point 1874 feet from the South line and 2086 feet from the West line of Section 28, Township 21 South, Range 37 East, NMPM, Tubb Gas Pool, Lea County, New Mexico.

(2) That effective December 1, 1976, Order (2) of Commission Order No. R-1253 entered September 29, 1958, is hereby amended to read in its entirety as follows:

> "(2) That a 160-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of the NE/4 SW/4 and the W/2 SE/4 of Section 28 and the NW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to applicant's J. N. Carson NCT "A" Well No. 9, located 1874 feet from the South line and 2086 feet from the West line of said Section 28."

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

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

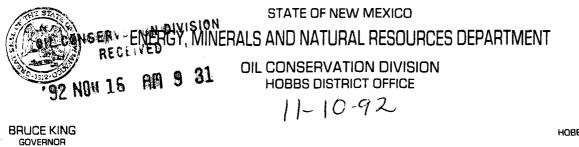
> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY Ø ARNOLD, Member

OE D. RAMEY. Member & Secretary

SEAL



POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC		
DHC		
NSL		
NSP ⁻	X	amend.
SWD		
WFX		
PMX_		

Gentlemen:

75

I have examined the application for the:

<u>arson</u> NCT-C#6-P 28-21-37 211 No. Unit S-T-R m Operator .exase

and my recommendations are as follows:

Yours very truly, Jerry Sexton

Supervisor, District 1

/ed