

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF EXXON CORPORATION FOR SPECIAL
CASINGHEAD GAS ALLOWABLE,
LEA COUNTY, NEW MEXICO.

NOV 27 1987

OIL CONSERVATION DIVISION

CASE NO. 9827

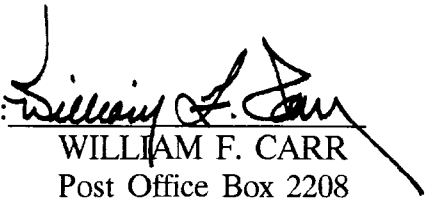
ENTRY OF APPEARANCE

COMES NOW CAMPBELL & BLACK, P.A., and hereby enters its appearance in
the above referenced case on behalf of Chevron, Inc.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By:


WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR CHEVRON, INC.

cc: Conrad Coffield, Esq.
Hinkle, Cox, Eaton,
Coffield & Hensley
Post Office Box 3580
Midland, Texas 79702

Ray Vaden
Chevron, Inc.

OIL CONSERVATION DIVISION
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November 21, 1989

Oil Conservation Commission of New Mexico
Box 2088
Santa Fe, New Mexico 87504-2088

RE: Examiner Hearing of Case No. 9827

To Whom It May Concern:

As owner of the mineral in SE $\frac{1}{4}$ of Section 34, Township 21, Range 37E, I protest Exxon Corporation's application for an exception for a gas allowable for the Paddock Unit Well No. 2, located in SE $\frac{1}{4}$ of the SE $\frac{1}{4}$ of Section 34, T21S, R37E.

The Paddock Unit should be disbanded. Except in its early beginning, in 1967, Exxon has not tried to enhance production in the Paddock Unit. Over 90% of the wells in the Paddock Unit have either been plugged, abandoned, or well bores returned to participating companies. Exxon has not attempted to flood, nor has any plans to that would necessitate a flood of the Paddock Unit.

Abutting the 40 acres of Paddock Unit Well #2, Marathon Oil, a major owner in the Paddock Unit has two Drinkard wells which produce large amounts of casing-head gas. Marathon has not sold gas in these wells for over two years due to market demand and price. These wells are in the SW $\frac{1}{4}$ of Section 35, Township 21S, Range 37E.

Only 40 acres, SE $\frac{1}{4}$ of the SE $\frac{1}{4}$ of Section 34, T21S, R37E is in the Paddock Unit. Well No. 2 of the Paddock Unit is located on the NW corner of the unit. If this gas is needed to be produced, it should go to the standard 160 acres, SE $\frac{1}{4}$ of Section 34, Township 21S, Range 37E.

To take the gas which only is found in SE $\frac{1}{4}$ of Section 34, Township 21S, Range 37E and divide it among thousands of acres would be a crime.

Sincerely,

William O. Stephens

William O. Stephens
Box 115
Eunice, New Mexico 88231

HINKLE, COX, EATON, COFFIELD & HENSLEY
OIL CONSERVATION DIVISION

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November 21, 1989

OF COUNSEL:
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MACK EASLEY
JOE W. WOOD

CLARENCE E. HINKLE (1901-1985)
W. E. BONDURANT, JR. (1913-1973)
ROY C. SNODGRASS, JR. (1914-1987)

*NOT LICENSED IN NEW MEXICO

Mr. William Lemay
Director
New Mexico Oil Conservation
Division
P. O. Box 2088
Santa Fe, New Mexico 87504

J.B.

Re: Case No. 9827, the Application of Exxon Corporation for
Special Casinghead Gas Allowable, Lea County, New Mexico

Dear Mr. Lemay:

Because of the unavailability of one of Exxon's
witnesses (due to jury duty), Exxon requests that the above
matter be continued to the December 13, 1989 Examiner Docket.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

James Bruce
By: James Bruce

JB:le

OIL CONSERVATION DIVISION
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December 8, 1989

Mr. William Lemay
Director
New Mexico Oil Conservation
Division
P. O. Box 2088
Santa Fe, New Mexico 87504

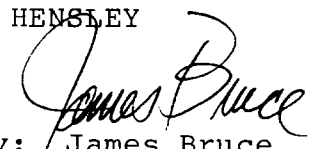
Re: Case No. 9827, The Application of Exxon Corporation for
a Special Casinghead Gas Allowable, Lea County, New
Mexico

Dear Mr. Lemay:

On behalf of the applicant, I request that the above
matter be continued until the first examiner hearing in
February 1990. Thank you.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY


By: James Bruce

JB:le

cc: Mr. William F. Carr



STATE OF NEW MEXICO
 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
 OIL CONSERVATION DIVISION

GARREY CARRUTHERS
 GOVERNOR

February 23, 1990

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Mr. James Bruce
 Hinkle, Cox, Eaton,
 Coffield & Hensley
 Attorneys at Law
 500 Marquette, N.W.
 Suite 740
 Albuquerque, New Mexico 87102-2121

Re: CASE NO. 9827
 ORDER NO. R-9122

Applicant:

Exxon Corporation

Dear Sir:

Enclosed herewith are two copies of the above-referenced
 Division order recently entered in the subject case.

Sincerely,

Florene Davidson

FLORENE DAVIDSON
 OC Staff Specialist

Copy of order also sent to:

Hobbs OCD x
 Artesia OCD x
 Aztec OCD

Other William F. Carr

HINKLE, COX, EATON, COFFIELD & HENSLEY

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W. E. BONDURANT, JR. (505)-973-
ROY C. SNOODGRASS, JR. (505)-987-

*NOT LICENSED IN NEW MEXICO

February 14, 1990

*Case No. 9827
M.S.*

Mr. William Lemay
Director
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Re: Case No. 9827, The Application of Exxon Corporation for a
Special Casing Head Gas Allowable, Lea County, New Mexico

Dear Mr. Lemay:

On behalf of the applicant, I request that the above matter be
dismissed. Chevron U.S.A. Inc. was an interested party in this
matter, and was represented by William F. Carr. I believe he has
no objection to this dismissal.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &
HENSLEY

James Bruce
By: James Bruce

JB:le

cc: William F. Carr

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FEB 16 1990

OIL CONSERVATION DIV.
SANTA FE