

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN
KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN
OF COUNSEL

OIL CONSERVATION DIVISION
RECEIVED

'90 AUG 23 AM 9 11

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

August 20, 1990

VIA FAX (505) 827-5741

Mr. William J. LeMay
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504

Re: NMOCD Case No. 10058
Application of Phillips
Petroleum Company for Approval
of Eight Non-Standard Proration
and Spacing Units and Seven
Unorthodox Locations, Basin
Fruitland Coal Gas Pool,
San Juan County, New Mexico

Dear Mr. LeMay:

On behalf of Phillips Petroleum Company, I filed an application for the above referenced case which is scheduled for Examiner hearing on August 22, 1990.

Phillips desires that this case be continued to the next available docket which is September 5, 1990.

Very truly yours,

W. Thomas Kellahin

WTK/tic

cc: A.J. Kieke
Phillips Petroleum Company
300 W. Arrington, Suite 200
Farmington, New Mexico 87401

KELLAHIN, KELLAHIN AND AUBREY

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

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KAREN AUBREY

CANDACE HAMANN CALLAHAN

JASON KELLAHIN
OF COUNSEL

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

September 6, 1990

RECEIVED

SEP 10 1990

OIL CONSERVATION DIVISION

Mr. Michael E. Stogner
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504

Re: Application of Phillips Petroleum Company
for 8 NSPU and 3 NSL, Basin Fruitland
Coal Gas Pool, San Juan County, New
Mexico, NMOCD Case No. 10058

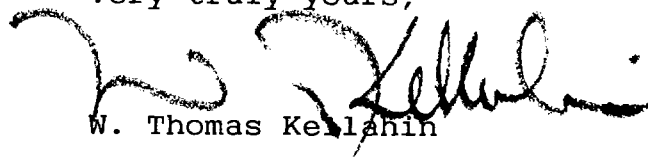
Dear Mr. Stogner:

On behalf of Phillips Petroleum Company and in
accordance with Mr. Stovall's request at the hearing of the
referenced case held on September 5, 1990, please find
enclosed my certificate of notice and a tabulation of the
parties notified. This corresponds to Mr. Kieke's Exhibit
A-2 from the hearing.

Phillips must spud the three wells involved by the end
of September in order to save certain farmouts. Your
assistance in having an order issued this month is most
appreciated.

Please call me if you have any questions.

Very truly yours,


W. Thomas Kellahin

WTK/tic
Enclosure

xc: A. Jay Kieke

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

IN THE MATTER OF THE APPLICATION
FOR PHILLIPS PETROLEUM COMPANY
FOR APPROVAL OF EIGHT NON-STANDARD
PRORATION AND SPACING UNITS AND SEVEN
UNORTHODOX LOCATIONS, BASIN FRUITLAND
COAL GAS POOL, SAN JUAN COUNTY,
NEW MEXICO

CASE NO. 10058

CERTIFICATE OF MAILING
AND
COMPLIANCE WITH ORDER R-8054

In Accordance with Division Rule 1207 (Order R-8054) I hereby certify that I caused to be mailed on the dates shown herein by certified mail return-receipt requested notice of this hearing for September 5, 1990 and a copy of the Application for the above referenced case along with the cover letter to the parties shown on Exhibit A attached hereto as evidenced by the attached copies of return receipt cards.


W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 6th day of
September, 1990.


Notary Public

My Commission Expires:

7-6-91

EXHIBIT "A"

<u>OFFSET OWNERS</u>	<u>DATE SENT</u>
1. CNG Development Co. P.O. Box 15746 Pittsburg, PA 15244	7/31/90
2. Geovest Energy, Inc. 8590 Central Expressway Suite 324 Dallas, TX 75231	7/31/90
3. Ultramar Oil & Gas Ltd. 363 No. Belt, Suite 1500 Houston, TX 77060	7/31/90
4. L.O. and D.E. Van Ryan 1601 Kenwood Circle Farmington, NM 87401	7/31/90
5. Meridian Oil, Inc. P.O. Box 4289 Farmington, NM 87499-4289	7/31/90
6. Amoco Production Company 1670 Broadway P.O. Box 800 Denver, CO 80201	7/31/90
7. Jerome P. McHugh Associates 650 South Cherry, Suite 1225 Denver, CO 80222	7/31/90
8. T.H. McElvain Oil and Gas Properties P.O. Box 2148 Santa Fe, NM 87504-2148	7/31/90
9. Hixon Development Company P.O. Box 2810 Farmington, NM 87499	7/31/90
10. Kindermac Partners 650 South Cherry, Suite 1225 Denver, CO 80222	7/31/90

11. Quinoco Petroleum, Inc. 8/16/90
P.O. Box 378111
Denver, CO 80327
12. Blackwood & Nichols Co., Ltd. 8/16/90
P.O. Box 1237
Durango, CO 81302
13. Northwest Pipeline Corporation 8/16/90
3539 E. 30th Street
Farmington, NM 87401

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Ultramar Oil and Gas Ltd.
363 No. Belt Ste 1500
Houston, TX 77060

Phillips 8 NSPU (WTK) 7-31-90

4. Article Number
P 355 568 550

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

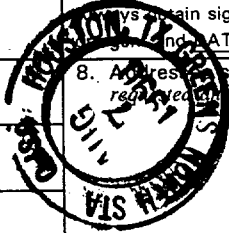
Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature — Addressee
X *[Signature]*

6. Signature — Agent
X

7. Date of Delivery
8-7-90

8. Addressee's Address (ONLY if requested and fee paid)



PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
L.O. and D.E. Van Ryan
1601 Kenwood Circle
Farmington, NM 87401

Phillips 8 NSPU (WTK) 7-31-90

4. Article Number
P 355 568 551

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature — Addressee
X

6. Signature — Agent
X *[Signature]*

7. Date of Delivery
8-10-90

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

● **SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Meridian Oil
P.O. Box 4289
Farmington, NM 87499-4289

Phillips 8 NSPU (WTK) 7-31-90

4. Article Number
P 355 568 552

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature — Addressee
X

6. Signature — Agent
X *[Signature]*

7. Date of Delivery
8-6-90

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Amoco Production Company
1670 Broadway
P.O. Box 800
Denver, CO 80201
Phillips 8 NSPU WTK 7-31-90

4. Article Number
P 355 568 553

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature — Addressee
X

6. Signature — Agent
X

7. Date of Delivery
7/31/90

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
T.H. Mc Elvain Oil and Gas properties
P.O. Box 2148
Santa Fe NM 87504-2148
Phillips 8 NSPU WTK 7-31-90

4. Article Number
P 355 568 555

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature — Addressee
X

6. Signature — Agent
X

7. Date of Delivery
7/31/90

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge) 2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Hixon Development Co.
P.O. Box 2810
Farming bn, NM 87499
Phillips 8 NSPU WTK 7-31-90

4. Article Number
P 355 568 556

Type of Service:
☐ Registered ☐ Insured
☒ Certified ☐ COD
☐ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature — Addressee
X

6. Signature — Agent
X

7. Date of Delivery
8-6-90

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

<p>SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1: <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2: <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to:</p> <p>Kindermar Partners 650 S. Cherry St. 1225 Denver, CO 80222 Phillips 8 NSPU 7-31-90 WTK</p>	<p>4. Article Number</p> <p>P 355 568 557</p>
	<p>Type of Service:</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise</p>
	<p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature — Addressee</p> <p>X</p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature — Agent</p> <p>X <i>[Signature]</i></p>	
<p>7. Date of Delivery</p>	

P 355 568 554

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to	George P. McHugh
Street and No.	1053 Cherry St 125
P.O. State and ZIP Code	Denver, CO 80222
Postage	\$.65
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.40
Postmark or Date	Phillips 8 NSBU WTK 7-31-90

*U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

P 355 568 549

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to	Geovest Energy
Street and No.	8590 Ctrl Expsswy Ste324
P.O. State and ZIP Code	Dallas, TX 75231
Postage	\$.65
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.40
Postmark or Date	

*U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

P 355 568 548

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL

(See Reverse)

Sent to	CNG Development Co
Street and No.	P.O. Box 15746
P.O. State and ZIP Code	Pittsburg, PA 15244
Postage	\$.65
Certified Fee	.85
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	.90
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$ 2.40
Postmark or Date	Phillips 8 NSBU WTK 7/31/90

*U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge)
2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Quinas Petroleum Inc
4582 S. Ulster St
Suite 1700
Denver Colo 80237

4. Article Number:
D572-125-143

Type of Service:
☐ Registered ☐ Insured
☐ Certified ☐ COD
☒ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED

5. Signature — Addressee
X

6. Signature — Agent
X

7. Date of Delivery **FRED JALILFAR**

8. Addressee's Address (ONLY if requested and fee paid)
Phillips No. 10058

PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge)
2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Blackwood + Nichols
Box 1237
Durang, Colo
81302

4. Article Number:
D572-125-144

Type of Service:
☐ Registered ☐ Insured
☐ Certified ☐ COD
☒ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED

5. Signature — Addressee
X

6. Signature — Agent
X *Alvin Valdez*

7. Date of Delivery *8/28/90*

8. Addressee's Address (ONLY if requested and fee paid)
Phillips No. 10058

PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
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1. ☐ Show to whom delivered, date, and addressee's address. (Extra charge)
2. ☐ Restricted Delivery (Extra charge)

3. Article Addressed to:
Northwest Pipeline
Box 58900
Salt Lake City, Utah
84158-0900

4. Article Number:
D572-125-142

Type of Service:
☒ Registered ☐ Insured
☐ Certified ☐ COD
☒ Express Mail ☐ Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED

5. Signature — Addressee
X

6. Signature — Agent
X *K. Meloy*

7. Date of Delivery

8. Addressee's Address (ONLY if requested and fee paid)
Phillips No. 10058

PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

ILLEGIBLE



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

GARREY CARRUTHERS
GOVERNOR

September 28, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Mr. Thomas Kellahin
Kellahin, Kellahin & Aubrey
Attorneys at Law
Post Office Box 2265
Santa Fe, New Mexico

Re: CASE NO. 10058
ORDER NO. R-9305

Applicant:

Phillips Petroleum Company

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	x

Other _____



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

GARREY CARRUTHERS
GOVERNOR

October 18, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Phillips Petroleum Company
4001 Penbrook
Odessa, TX 79762

Attention: L. M. Sanders

Administrative Order NSL-2910

Dear Mr. Sanders:

Reference is made to your application dated September 29, 1990 for a non-standard coal gas well location for your San Juan 32-7 Unit Well No. 218 to be located 681 feet from the South line and 1311 feet from the West line (Unit M) of Section 5, Township 31 North, Range 7 West, NMPM, Basin Fruitland Coal (Gas) Pool, San Juan County, New Mexico.

The previously approved 324.39-acre (Division Order No. R-9305, Proration Unit No.4 on Exhibit "A") non-standard gas spacing and proration unit comprising the SW/4 SW/4 of Section 5, Lots 12, 14 and 15 and the S/2 SE/4 of Section 6; and Lot 5, N/2 NE/4, and SE/4 NE/4 of Section 7, Township 31 North, Range 7 West, NMPM, San Juan County, New Mexico, shall be dedicated to said well.

By the authority granted me under the provisions of Rule 8 of the Special Rules and Regulations for the Basin-Fruitland Coal (Gas) Pool as promulgated by Division Order No. R-8768, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', written over a horizontal line.

William J. LeMay
Director

WJL/MES/ag

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
File: Case No. 10058