



JAMES F. DEVENPORT & COMPANY

1230 TWO FIRST CITY CENTER

MIDLAND, TEXAS 79701

915-684-3961

6 April 1984

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

Case 8172

Attention Joe D. Ramey, Director

Request for Hearing  
To Obtain Approval for  
Proposed Exploratory Unit  
Lea County, New Mexico  
Enterprise (Deep) Unit

Gentlemen:

We are proposing the following Federal and State lands be unitized and designated the Enterprise (Deep) Unit:

LEA COUNTY, NEW MEXICO

T21S, R33E, NMPM

Section 1: All (State, SAVE AND EXCEPT SE/4 SE/4 which  
is Federal)

Section 2: All (State)

Section 3: Lots 1-16 (State)

T20S, R34E, NMPM

Section 33: S/2 (Federal)

Section 34: All (Federal)

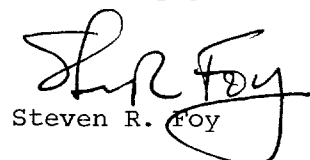
The deepest formation to be tested is the Lower Morrow at an approximate depth of 14,000 feet, however, all formations are to be unitized below the top of the Delaware Mountain Group.

71.584% of the proposed unit will be State lands and 28.416% will be Federal lands. A lease schedule is attached hereto as Exhibit "B" which references the tracts as numbered on the unit plat attached as Exhibit "A".

We hereby request a hearing before the Oil Conservation Commission to obtain an order approving the proposed unit as a proper conservation measure.

Thank you for your consideration in this matter.

Very truly yours,

  
Steven R. Foy

SRF/bd



# United States Department of the Interior

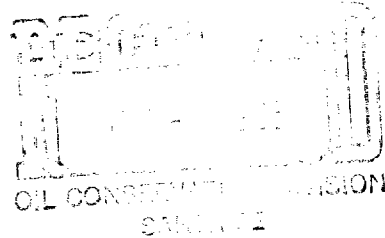
## BUREAU OF LAND MANAGEMENT

Box 1397, Roswell, New Mexico - 88201

NM061P35-844421  
3180(060)

April 24, 1985

Earle M. Craig, Jr. Corporation  
Attn: Steven R. Foy  
P.O. Box 1351  
Midland, Texas 79702-1351



Gentlemen:

The Enterprise Deep Unit Agreement, Lea County, New Mexico, was approved June 1, 1984, and was effective as of the date of approval.

The drilling of the No. 1 Enterprise Deep Unit "2" well, which was completed as a dry hole on September 10, 1984, satisfies the unit obligation stated in Section 9 which requires that the base of the Morrow formation be tested. However, Section 9 also requires the unit operator to continue drilling one well at a time, allowing not more than six months between the completion of one well and the commencement of drilling operations for the next well, until a well capable of producing unitized substances in paying quantities is completed.

Accordingly, in the absence of any further drilling operations and pursuant to Section 9 of the unit agreement, the Enterprise Deep Unit Agreement is considered to have terminated as of March 9, 1985, six months from the date of the abandonment of the initial well.

Sincerely yours,

S. M. Kreager

District Manager

*Acting*

cc:

✓ Commissioner of Public Lands, Santa Fe  
NMOCD

State of New Mexico

*Hold  
waiting on  
Hearing*



Commissioner of Public Lands

June 27, 1984

JIM BACA  
COMMISSIONER

P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148  
Express Mail Delivery Used  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

Earle M. Craig, Jr. Corporation  
P. O. Box 1351  
Midland, Texas 79702-1351

*#8172*

Re: Enterprise Deep Unit  
Lea County, New Mexico

ATTENTION: Mr. Steven R. Foy

Gentlemen:

The Commissioner of Public Lands has this date granted you final approval to the Enterprise Deep Unit Agreement, Lea County, New Mexico. Our approval is given with the understanding that the following tracts are not committed.

Tract 1: Insofar as it covers the E/2W/2 of Section 34 in the Morrow Formation only. W/2NE/4, NE/4NE/4, SE/4 of Section 34 are not committed.

Tract 2: 82.8125% is not committed.

Tract 4: Morrow formation Only,

Our approval is subject to like approval by the Bureau of Land Management.

Enclosed are five (5) Certificates of Approval.

Please remit a filing fee in the amount of (\$150.00) Dollars.

If we may be of futher help please do not hesitate to call on us.

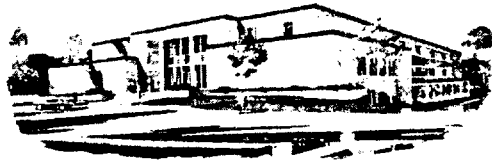
Very truly yours,

JIM BACA  
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*  
RAY D. GRAHAM, Director  
Oil and Gas Division  
AC 505/827-5744

JB/RDG/pm  
encls.

State of New Mexico



JIM BACA  
COMMISSIONER

Commissioner of Public Lands

April 19, 1985

Earle M. Craig, Jr. Corp.  
P. O. Box 1351  
Midland, Texas 79702-1351

P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148  
Express Mail Delivery User  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501

Re: Termination of  
Enterprise (Deep) Unit  
Lea County, New Mexico

ATTENTION: Mr. Steven R. Foy

Gentlemen:

The Enterprise (Deep) Unit Agreement, Lea County, New Mexico, was approved by this office on June 27, 1984, effective as of June 1, 1984.

Our records reflect that the Initial test well on this unit, the Enterprise (Deep) Unit Well No. 1 was plugged and abandoned on September 10, 1984. Section 9 of the Unit Agreement, required the commencement of the second well to be commenced within six months from September 10, 1984.

In view of no additional drilling activity, the Enterprise (Deep) Unit is considered to have terminated automatically as of March 9, 1985, being six months from the date the Initial test well was plugged and abandoned. This action is subject to like concurrence by the Bureau of Land Management.

Please advise all interested parties of this action.

Very truly yours,

JIM BACA  
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*  
RAY D. GRAHAM, Director  
Oil and Gas Division  
AC 505/827-5744

JB/RDG/pm

cc: OCD-Santa Fe, New Mexico  
BLM-Albuquerque, New Mexico  
BLM-Roswell, New Mexico

OCD

Unit Name Enterprise (Deep) Unit  
Operator Earle M. Craig, Jr. Corporation  
County Lea

DATE	OCC CASE NO.	EFFECTIVE DATE	TOTAL ACREAGE	STATE	FEDERAL	INDIAN-FEE	SEGREGATION CLAUSE	TERM
APPROVED	8172 OCC ORDER NO. R-7545	June 1, 1984	3,519.20	2,519.20	1,000.00	-0-	Strict	5 yrs & so long as
OCD:	5/25/84							
CPL:	6/27/84							
BLM:	6/28/84							

UNIT AREA

TOWNSHIP 20 SOUTH, RANGE 34 EAST  
Section 33: S/2  
Section 34: ALL

TOWNSHIP 21 SOUTH, RANGE 33 EAST  
Sections 1 and 2: ALL  
Section 3: Lots 1 through 16

**TERMINATED**

APP: 4.19.85      APP: 3.9.85-

2 HD Well ON UNIT WAS NOT TIMELY COMMENCED

Unit Name Enterprise (Deep) Unit  
 Operator Earle M. Craig, Jr. Corporation  
 County LEA

STATE TRACT NO.	LEASE NO.	INSTI-TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED DATE	ACRES	ACREAGE NOT RATIFIED	LESSEE
9	L-5393	C. S.	1	21S	33E	Lots 1-6	6/22/84	240.12		Getty Oil Company
10	LG-7363	C. S.	1	21S	33E	NE/4SE/4	6/22/84	40.00		Getty Oil Company
11	V-233	C. S.	2	21S	33E	S/2	5/30/84	320.00		Amoco Prod. Co.
12	V-246-1	C. S.	2	21S	33E	Lot 11	5/21/84	40.00		Craig, Ltd.
13	V-405	C. S.	2	21S	33E	Lots 9, 10, 15, 16,	5/21/84	160.00		Craig, Ltd.
14	V-607	C. S.	2	21S	33E	Lots 3, 6,	5/21/84	80.11		Craig, Ltd.
15	V-790	C. S.	2	21S	33E	Lots 4,5,12,13,14,	5/23/84	200.05		Marshall & Winston, Inc.
16	V-789	C. S.	1	21S	33E	Lots 7, 8, 9, 10, 15, 16, W/2SE/4	5/23/84	320.00		Marshall and Winston, Inc
17	V-937	C. S.	2	21S	33E	Lots 1,2,7,8,	6/4/84	160.40	(est)	Allen K. Trobaugh
18	V-967	C. S.	1	21S	33E	Lots 11, 12, 13, 14, SW/4	5/25/84	320.00		MMJ Producing Company
19	V-968	C. S.	3	21S	33E	Lots 1-16	5/25/84	638.52		Pogo Producing Company

**TERMINATED**

APP: 4-19-85

APP: 3-9-85