

MERIDIAN OIL

January 8, 1987

*Case File -
Feb 12, 1987 Hearing*

Oil Conservation Division
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Case 9032

Manana Gas, Inc.
Post Office Box 36990
Albuquerque, New Mexico 87176

Re: Proposed Nonstandard Location
Manana Gas, Inc.
Cook #1 E Well
D-22-29N-11W
San Juan County, New Mexico

Gentlemen:

The enclosed application for nonstandard location has been reviewed by Meridian Oil Inc., on behalf of Southland Royalty Company offset operator.

We have no objections to this proposed location and so indicate on the attached application.

Yours very truly,



David M. Poage
Senior Staff Landman

DMP:gm
Enclosure

Manana Gas, Inc.

Document 0810L

Manana Gas, Inc.

P. O. BOX 36990

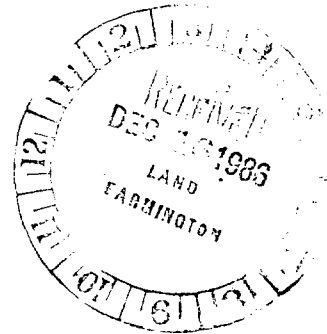
ED HARTMAN, PRES.

ALBUQUERQUE, NEW MEXICO 87176

TELE: (505) 884-4863

(505) 884-0814

December 10, 1986



Re: Proposed Nonstandard Location
Manana Gas, Inc.
Cook #1-E
D-22-29N-11W

Gentlemen:

Enclosed is an application for nonstandard location for the subject well to be located 235 FNL and 368 FWL of Section 22, T-29N-R11W, San Juan County, New Mexico.

Please execute one copy of the waiver below and forward it to the New Mexico Oil Conservation Division if you have no objection to this application.

If you desire further information, please contact us.

Yours very truly,

A handwritten signature in cursive script that reads "Ed Hartman".

Ed Hartman
President, Manana Gas, Inc.

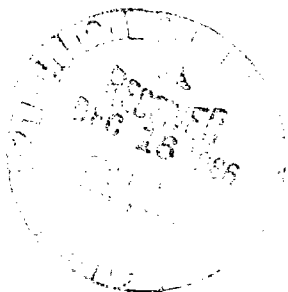
EMH/nh

Enclosure

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

We, as an offset operator, do hereby waive objection to the above application.

Operator Southland Royalty Company
By Alan Alexander
Title DISTRICT LAND MANAGER
Date JANUARY 7, 1987



Manana Gas, Inc.

P.O. BOX 36990

ED HARTMAN, PRES.

ALBUQUERQUE, NEW MEXICO 87176

TELE: (505) 884-4863

(505) 884-0814

December 10, 1986

Case 9082

Re: Proposed Nonstandard Location
Manana Gas, Inc.
Cook #1-E
D-22-29N-11W

Gentlemen:

Enclosed is an application for nonstandard location for the subject well to be located 235 FNL and 368 FWL of Section 22, T-29N-R11W, San Juan County, New Mexico.

Please execute one copy of the waiver below and forward it to the New Mexico Oil Conservation Division if you have no objection to this application.

If you desire further information, please contact us.

Yours very truly,

Ed Hartman

Ed Hartman
President, Manana Gas, Inc.

EMH/nh

Enclosure

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

We, as an offset operator, do hereby waive objection to the above application.

Operator	<u>Kimbell Oil Company of Texas</u>
By	<u><i>E. A. Clement</i></u>
Title	<u>E. A. Clement, Prod. Supt.</u>
Date	<u>12/12/86</u>

MERIDIAN OIL

December 23, 1986

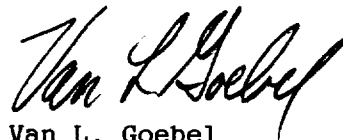
New Mexico Oil Conservation Division
Attention: Mr. Gilbert Quintana
Post Office Box 2088
Santa Fe, New Mexico 87501

Re: Application for Proposed
Nonstandard Location
Manana Gas, Inc.
Cook #1 E
D-22-29-N-11-W (235' FNL; 368' FWL)
San Juan County, New Mexico

Gentlemen:

The attached Application for Proposed Nonstandard Location has been reviewed by Meridian Oil Inc. as agent for Southland Royalty Company. The waiver of objection has been executed and is being returned herewith.

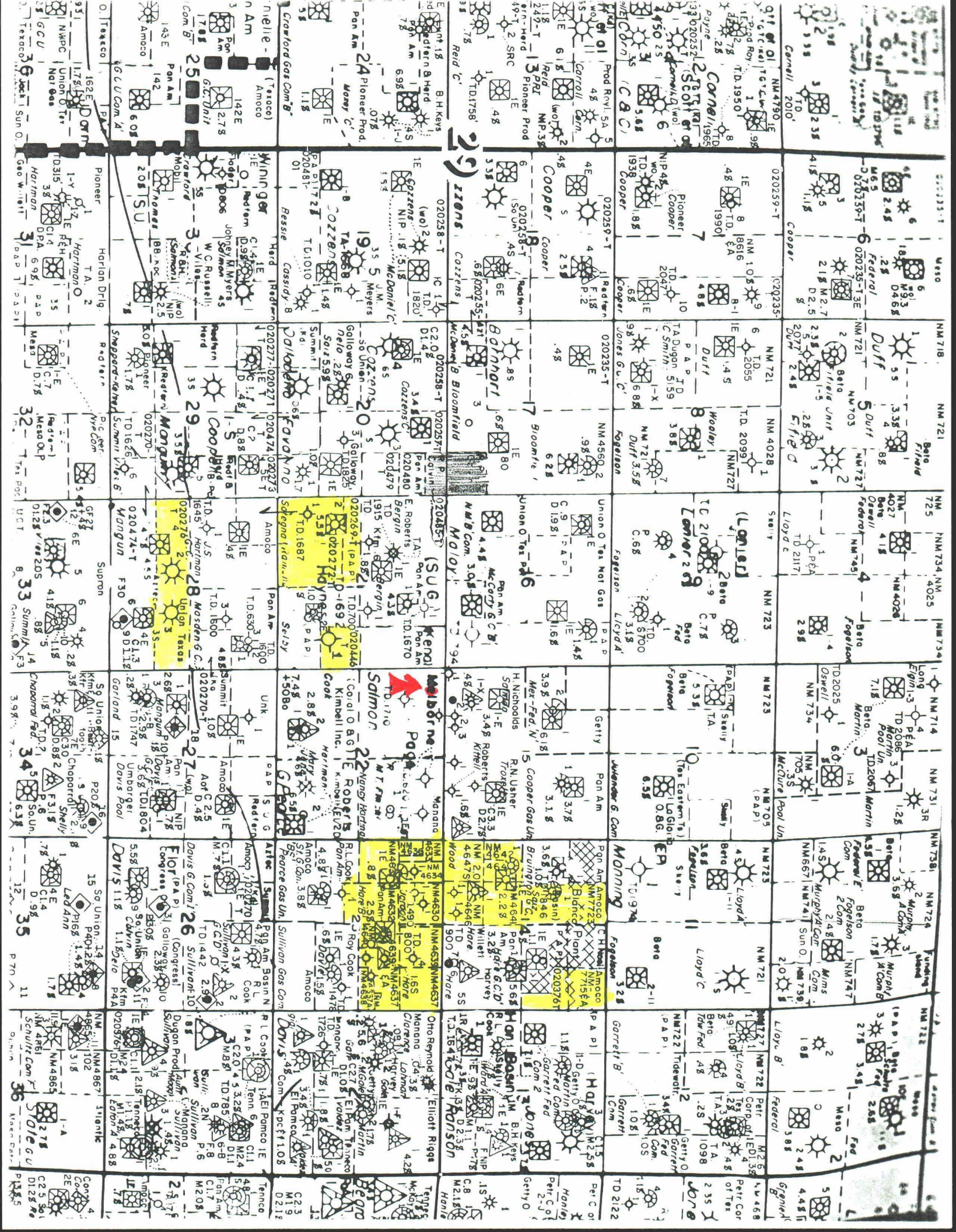
Very truly yours,



Van L. Goebel
Landman

VLG:tlm
Enclosure
Manana Gas, Inc. file
Document 0115L

cc: Manana Gas, Inc.



Manana Gas, Inc.

P. O. BOX 36990

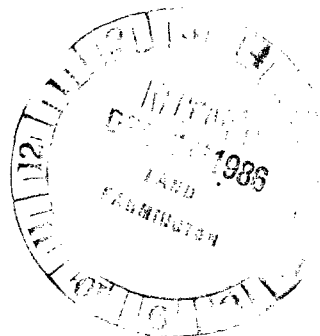
ED HARTMAN, PRES.

ALBUQUERQUE, NEW MEXICO 87176

TELE: (505) 884-4863

(505) 884-0814

December 10, 1986



Re: Proposed Nonstandard Location
Manana Gas, Inc.
Cook #1-E
D-22-29N-11W

Gentlemen:

Enclosed is an application for nonstandard location for the subject well to be located 235 FNL and 368 FWL of Section 22, T-29N-R11W, San Juan County, New Mexico.

Please execute one copy of the waiver below and forward it to the New Mexico Oil Conservation Division if you have no objection to this application.

If you desire further information, please contact us.

Yours very truly,

Ed Hartman

Ed Hartman
President, Manana Gas, Inc.

EMH/nh

Enclosure

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

We, as an offset operator, do hereby waive objection to the above application.

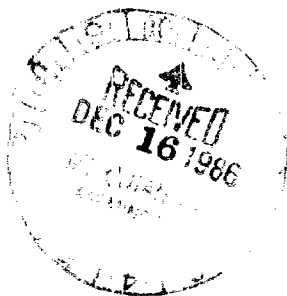
Operator

By

Title

Date

Meridian Oil on behalf of Southland
Van L. Golbe
Landman
12-22-86





Texaco, L.P.A.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

December 24, 1986

Mr. R. L. Stamets
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504

Subject: Unorthodox Location
Manana Gas, Inc.
Cook No. 1E
235' FNL & 368' FWL
Sec. 22-T29N-R11W
San Juan County, New Mexico

Set up for February 19, 1987

Case 7082

Dear Mr. Stamets:

Texaco Inc. objects to the application of Manana Gas, Inc. for an unorthodox location for their proposed well Cook No. 1E. If this application is not withdrawn, it is requested that this matter be brought before the Commission for public hearing.

Texaco is operator of the Mexico Federal "N" Dakota gas unit which directly offsets the proposed unorthodox well to the north and operates the Mexico Federal "N" No. 1E located 1850' FSL and 1070' FWL Section 15-T29N-R11W. It is believed that the subject unorthodox well, located only 235' from the lease line, could result in adverse drainage and thereby infringe upon the correlative rights of the owners of the Mexico Federal "N" gas unit.

Very truly yours,

J. A. SCHELL
Attorney in Fact for Texaco Inc.

FSH:mlt

cc: Manana Gas, Inc.
P. O. Box 36990
Albuquerque, New Mexico 87176
Attn: Mr. Ed Hartman



Amoco Production Company

Denver Region
1670 Broadway
P.O. Box 800
Denver, Colorado 80201
303-830-4040

February 16, 1987

Mr. William J. Lemay, Director
Oil Conservation Division
New Mexico Department of
Energy and Minerals
State Land Office Building
Santa Fe, New Mexico 87503

File: NWA-75-986.511

Case Number 9082
Application of Manana Gas, Inc.
Unorthodox Gas Well Location
Cook Well No. 1-E
San Juan County, New Mexico

Amoco Production Company as the operator of the Bergin No.1, the McCarty No. 1, and a working interest owner in the Mexico Federal N lease, all of which are direct offsets to the above captioned well, opposes the granting of the requested unorthodox gas well location. It is our opinion that allowing this well to be drilled at a location of 235' FNL and 368' FWL of Section 22-T29N-R11W would not serve to protect correlative rights and could in fact promote significant off-lease drainage. We would therefore support Texaco Inc. in their recommendation that the Cook No. 1-E be required to be directionally drilled to a legal location at the producing interval or in the alternative that the Division impose production restrictions designed to offset the advantage that this well would have by virtue of its unorthodox location.

Very Truly Yours,

CAW/
CC: Mr. Fred Huntington
Texaco Inc.
P.O. Box 2100
Denver, CO 80201