

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF BHP PETROLEUM COMPANY INC. FOR
APPROVAL OF AN UNORTHODOX GAS
WELL LOCATION AND NON-STANDARD
PRORATION UNITS, CHAVES COUNTY,
NEW MEXICO.


CASE: 9461

CERTIFICATE OF MAILING
AND
COMPLIANCE WITH ORDER R-8054

In accordance with Division Rule 1207 (Order R-8054)
I hereby certify that on July 25 and July 28, 1988,
notice of the hearing, and a copy of applications for the
above referenced case, was mailed at least twenty days
prior to the hearing originally set for August 17, 1988
to the interested parties listed on Exhibit "A" attached
hereto.


W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 16th day of
August, 1988.


Notary Public

My Commission Expires:

Oct 28, 1989

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
BHP	EXHIBIT NO. <u>4</u>
CASE NO.	<u>9461</u>

KELLAHIN, KELLAHIN and AUBREY

Attorneys at Law

W. Thomas Kellahin
Karen Aubrey

El Patio - 117 North Guadalupe
Post Office Box 2265

Telephone 982-4285
Area Code 505

Jason Kellahin
Of Counsel

Santa Fé, New Mexico 87504-2265

July 28, 1988

Mr. William J. LeMay
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87504

"Hand Delivered"

RECEIVED

JUL 29 1988

OIL CONSERVATION DIVISION

Re: First Amended Application of
BHP Petroleum Company, Inc.
for Non-standard Proration &
Spacing Units and for
an Unorthodox Gas Well Location,
Chaves County, New Mexico

Dear Mr. LeMay:

On July 25, 1988, on behalf of BHP Petroleum Company we filed with your office an application for a non-standard proration and spacing unit and unorthodox gas well location. In reviewing that application we incorrectly showed the range to be 37 East when in fact, it is Range 27 East.

The newspaper publication for the August 17, 1988 advertisement has been corrected. By copy of this letter we are notifying all interested parties of the correction.

The correct advertisement and notice should now read:

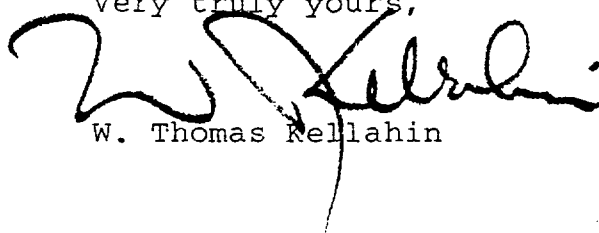
Application of BHP Petroleum Company, Inc. for non-standard proration and spacing units, and an unorthodox well location, Chaves County, New Mexico. Applicant in the above styled cause seeks approval for an unorthodox gas well location 1650 feet from the South line and 1650 feet from the East line of Section 5, T11S, R27E, with the all of said section being dedicated to its Ervin Ranch State #1 Well, forming a non-standard 348 acre gas spacing and proration unit for said pool or a 47.06 acre non-standard oil spacing and proration unit. Said location is approximately _____ miles from _____.

KELLAHIN, KELLAHIN & AUBREY

Mr. William J. LeMay
July 29, 1988
Page 2

By copy of this letter and application sent certified mail return-receipt requested to all offset operators, we are notifying each of them of the right to appear at the hearing either in support or in opposition to this application. Should any such party desire more information about this matter or about the procedures for hearing this application, they may call the Division or the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read 'W. Thomas Kellahin', written over the typed name below it.

W. Thomas Kellahin

WTK:ca

cc: Randall Davis
BHP Petroleum Company, Inc.
6 Desta Drive, Suite 3200
Midland, Texas 79705-5510

"Certified-Return Receipt Requested"

All Interested Parties in Application

EXHIBIT "A"

Samedan Oil corporation
10 Desta Drive, Suite 240
Midland, Texas 79705

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Conoco Inc.
P. O. Box 460
Hobbs, New Mexico 88240

Union Texas Petroleum
4000 N. Big Springs, Suite 500
Midland, Texas 79705

Southern Union Exploration Company
1800 Renaissance Tower
1201 Elm Street
Dallas, Texas 75270-2090

Liberty Petroleum
Oakwood Resources
P. O. Box 740516
Dallas, Texas 75374

Inexco Oil Company
RepublicBank Center, Suite 2100
700 Louisiana Street
Houston, Texas 77002-2702

Quanico Oil & Gas Inc.
P. O. Box 1714
El Dorado, Arkansas 71730

Santa Fe Exploration Company
P. O. Box 1136
Roswell, New Mexico 88202

William W. Cline
P. O. Box 1746
Amarillo, Texas 79105

Marathon Oil Company
P. O. Box 552
Midland, Texas 79702

Exhibit "A" Continued:

G. D. Williamson
P. O. Box 2206
Roswell, New Mexico 88201

Yates Drilling Company
Mycos Industries, Inc.
Abo Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

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. 2. Restricted Delivery (Extra charge)†

3. Article Addressed to:
 William W. Cline
 P.O. Box 1746
 Amarillo, Texas 79105

4. Article Number
 P-484 057 438

Type of Service:
 Registered Insured
 Certified COD
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X

6. Signature - Agent
 X *W. W. Cline*

7. Date of Delivery
 JUL 28 1988

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery (Extra charge)†

3. Article Addressed to:
 Quianico Oil & Gas Inc.
 P.O. Box 1714
 El Dorado, Arkansas 71730

4. Article Number
 P-484 057 436

Type of Service:
 Registered Insured
 Certified COD
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X *W. W. Cline*

6. Signature - Agent
 X *W. W. Cline*

7. Date of Delivery
 JUL 29 1988

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery (Extra charge)†

3. Article Addressed to:
 Inexco Oil Company
 RepublicBank Center
 Suite 2100
 700 Louisiana Street
 Houston, Texas 77002-2702

4. Article Number
 P-484 057 435

Type of Service:
 Registered Insured
 Certified COD
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X

6. Signature - Agent
 X *Ray May*

7. Date of Delivery
 AUG 04 1988

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery (Extra charge)†

3. Article Addressed to:
 CONOCO Inc.
 P.O. Box 460
 Hobbs, New Mexico 88240

4. Article Number
 P-484 030 102

Type of Service:
 Registered Insured
 Certified COD
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X

6. Signature - Agent
 X *John Smith*

7. Date of Delivery
 7-28-88

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery. ^{1/Extra charge}

3. Article Addressed to:

Santa Fe Exploration
Company
P.O. Box 1136
Roswell, New Mexico 88202

4. Article Number
P-484 057 437

Type of Service:
 Registered
 Certified
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *[Signature]*

7. Date of Delivery

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

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268

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. 2. Restricted Delivery. ^{1/Extra charge}

3. Article Addressed to:

Liberty Petroleum
Oakwood Resources
P.O. Box 740516
Dallas, Texas 75374

4. Article Number
P-484 057 440

Type of Service:
 Registered
 Certified
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X

7. Date of Delivery

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

PS Form 3811, Feb. 1986

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. 2. Restricted Delivery. ^{1/Extra charge}

3. Article Addressed to:

G.D. Williamson
P.O. Box 2206
Roswell, New Mexico 88201

4. Article Number
P-484 057 441

Type of Service:
 Registered
 Certified
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *[Signature]*

7. Date of Delivery
2-28-88

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

PS Form 3811, Feb. 1986

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. 2. Restricted Delivery. ^{1/Extra charge}

3. Article Addressed to:

Yates Petroleum
Corporation
105 South Fourth Street
Artesia, New Mexico 88210

4. Article Number
P-484 030 104

Type of Service:
 Registered
 Certified
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X

7. Date of Delivery
2/28/88

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

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268

DOMESTIC RETURN RECEIPT

ILLEGIBLE

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. 2. Restricted Delivery (Extra charge) (Extra charge) (Extra charge)

3. Article Addressed to:

Union Texas Petroleum
4000 N. Big Springs
Suite 500
Midland, Texas 79705

4. Article Number
P-484 057 433

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *[Signature]*

7. Date of Delivery
7-28-88

8. Addressee's Address (ONLY if requested and fee paid)
4000 N. Big Springs #400

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery (Extra charge) (Extra charge) (Extra charge)

3. Article Addressed to:

Southern Union Exploration
Company
1800 Renaissance Tower
1201 Elm Street
Dallas, Texas 75270-2090

4. Article Number
P-484 057 434

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X *[Signature]*

6. Signature - Agent
X *[Signature]*

7. Date of Delivery
JUL 29 1988

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

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

ILLEGIBLE

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. 2. Restricted Delivery (Extra charge) (Extra charge) (Extra charge)

3. Article Addressed to:

Sameden Oil Corporation
10 Desta Drive, Suite 240
Midland, Texas 79705

4. Article Number
P-484 030 103

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *[Signature]*

7. Date of Delivery
7-28-88

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

PS Form 3811, Mar. 1987 * U.S.G.P.O. 1987-178-268 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. 2. Restricted Delivery (Extra charge) (Extra charge) (Extra charge)

3. Article Addressed to:

Marathon Oil Company
P.O. Box 552
Midland, Texas 79702

4. Article Number
P-484 057 439

Type of Service:
 Registered
 Certified
 Express Mail
 Insured
 COD

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
X

6. Signature - Agent
X *[Signature]*

7. Date of Delivery
7-28-88

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

PS Form 3811, Feb. 1986 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 the 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 or, additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

Show to whom delivered, date, and addressee's address. Restricted Delivery.

3: Article Addressed to:

Yates Drilling Company
 Myco Industries, Inc.
 Abo Petroleum Corporation
 105 South Fourth Street
 Artesia, New Mexico 88210

4: Article Number
 2494-052-442

Type of Service:
 Registered Insured
 Certified COD
 Express Mail

Always obtain signature of addressee or agent and DATE DELIVERED.

5: Signature - Addressee
 X *Oy*

6: Signature - Agent
 X

7: Date of Delivery
 7/28/88

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

PS Form 3811, Feb. 1986 **DOMESTIC RETURN RECEIPT**

ILLEGIBLE