

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

NM OIL CONS COMMISSION  
Drawer DD  
Artesia, NM 88210

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

5. Lease Designation and Serial No.

NM 14758

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

ANDERSON Com #1

9. API Well No.

30-015-25181

10. Field and Pool, or Exploratory Area

CEMETARY MORROW

11. County or Parish, State

EDDY COUNTY, NEW MEXICO

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

NEARBURG PRODUCING COMPANY

3. Address and Telephone No.

P.O. BOX 823085, DALLAS, TEXAS 75382 214)739-1778

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

UNIT B, 660' FNL, 1980' FEL, SECTION 10,  
T20S, R25E

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☐ Notice of Intent  
☐ Subsequent Report  
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment  
☐ Recompletion  
☐ Plugging Back  
☐ Casing Repair  
☐ Altering Casing  
☒ Other  
☐ Change of Plans  
☐ New Construction  
☐ Non-Routine Fracturing  
☐ Water Shut-Off  
☐ Conversion to Injection  
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

ATTACHED IS A RESPONSE TO A NOTICE OF INCIDENTS OF NON-COMPLIANCE DATED 10/3/94. CORRECTIVE ACTION DATE WAS EXTENDED TO 12/31/94 BY JIM AMOS 11/16/94.

OUR RESPONSE IS IN THE FORM OF THE ATTACHED APPLICATION FOR ALTERNATIVE GAS MEASUREMENT - ALLOCATION FROM INDIVIDUAL WELL METERS TO A COMMON SALES METER. AS SHOWN ON FIGURE NO. 2 OF THE APPLICATION, THE GAS IS SOLD ON-LEASE BUT AT THE HUBER FEDERAL #1 WELL PAD.

14. I hereby certify that the foregoing is true and correct

Signed

Title ENGINEERING MANAGER

Date 12/27/94

(This space for Federal or State office use)

Approved by Orig. Signed by Adam Salameh  
Conditions of approval, if any:

Title Petroleum Engineer

Date 2/6/95

Approval  
By State

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*See Instruction on Reverse Side

**APPLICATION FOR ALTERNATIVE GAS MEASUREMENT - ALLOCATION FROM INDIVIDUAL  
WELL METERS TO A COMMON SALES METER**

To: Bureau of Land Management  
P.O. Box 1778  
Carlsbad, New Mexico 88221-1778

Nearburg Producing Company is requesting approval for alternative gas measurement - allocation from individual well meters to a common sales meter from the following formation and well on Federal Lease No. NM-14758;  
Anderson Com #1:

<u>Well</u>	<u>Location</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Formation</u>
Anderson Com #1	660' FNL, 1980 FEL	10	20S	25E	Morrow

with hydrocarbon production (gas) production from the following formation and wells on the same Federal Lease No. NM-14758; Huber Federal #1 & #2:

<u>Well</u>	<u>Location</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Formation</u>
Huber Federal #1	1980' FS&EL	3	20S	25E	Morrow
Huber Federal #2	1650' FNL, 1980 FE	3	20S	25E	Morrow

and with hydrocarbon production (gas) production from the following formation and well on Fee leases;  
Anderson 10J #2:

<u>Well</u>	<u>Location</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Formation</u>
Anderson 10J #2	1980' FS&EL	10	20S	25E	Morrow

Production from the wells involved is as follows:

<u>Well Name and No.</u>	<u>BOPD</u>	<u>Il Gravity</u>	<u>MCFPD</u>
Anderson Com #1	0.4	55	320
Huber Federal #1	1.25	55	690
Huber Federal #2	0	55	30
Anderson 10J #2	0.3	55	330

The proposed operation is described in detail on the attached diagram.

A map is enclosed showing the lease numbers and location of all leases and wells that will contribute production to the proposed alternative gas measurement facility. The communitized area is also shown. All four of these wells produce from the Morrow formation and are in the Cemetery Morrow (Gas) Pool.

Standard three pen orifice meters are installed at each well and the sales meter on the El Paso system is a Total Flow electronic meter.

The sales measuring facility is located on the Huber Federal #1 well pad, in the NW/4 SE/4, Section 3, T20S, R25E, on lease No. NM-14758, Eddy County, New Mexico. The BLM will be notified if there is any future change in the facility location.

Details of the proposed method for allocating production to the contributing sources is as follows:

Gas meters are installed on each well location to meter production volumes. The charts from these meters are read by Southern Flow Company and the volumes so determined are used to allocate the total sales from the common sales meter to each individual well.

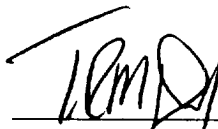
The proposed allocation of gas production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed allocation is necessary for continued operation of the above referenced Federal leases. This allocation allows us to utilize a common compressor which will allow us to continue to produce these gas reserves in an economical manner, thus increasing the royalty received by the Federal government.

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. We have previously submitted an application for right-of-way to the BLM's Reality Section in your office.

Additional wells require additional allocation approvals.

Signature:



Name:

T. R. MacDonald

Title:

Engineering Manager

Date:

12/27/94