

DOYLE HARTMAN

Oil Operator

SUITE 508

C & K PETROLEUM BUILDING
MIDLAND, TEXAS 79701

(915) 684-4011

October 16, 1978

OCT 18 1978

NSK - 992
Rule 3 R 1670
11-16-78
7

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

Attention: Mr. R. L. Stamets

Re: Request for Non-Standard
Location
Phillips - Goldston No. 1
SE/2 NE/4 Section 26
T-24-S, R-36-E
Lea County, New Mexico

Gentlemen:

On October 13, 1978, I completed my Phillips - Goldston No. 1 as a gas producer in the Jalmat Pool from the Tansil - Yates formations between 2836 - 2959. The subject well is located on an 80-acre tract in the S/2 NE/4 Section 26, T-24-S, R-36-E and is situated 2310' FNL and 1980' FEL of Section 26. Since the total acreage dedicated to the subject well is less than the prescribed 640-acre spacing for the Jalmat (Gas) Pool, an 80-acre non-standard proration unit was approved by the NMOCC under Order No. R-5818 issued on September 25, 1978.

However, as indicated by the attached plat, the Phillips - Goldston No. 1 was drilled as a twin-produced to Atlantic-Richfield Company's previously plugged Woolworth No. 1 located 1980' FNL and 1980' FEL Section 26. In an effort to minimize any possible interference with the Woolworth No. 1 wellbore during drilling and completion operations, the Phillips - Goldston No. 1 was moved 330 feet south of the Woolworth No. 1 well site. Because the new well site is considered by the NMOCC to be a non-standard Jalmat (Gas) location, I wish to request at this time approval from the NMOCC for a non-standard Jalmat (Gas) location for my Phillips - Goldston No. 1.

Three copies of a plat showing the location of my Phillips - Goldston No. 1 well are enclosed.

Mr. R. L. Stamets
October 16, 1978
Page 2

Copies of this application and plat have also been sent to all offsetting operators having Jalmat (Gas) rights. A list of these operators is as follows:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attention: Mr. E. M. Gorance

Amoco Production Company
P. O. Box 3092
Houston, Texas 77001
Attention: Mr. Tom Morrow

Ares Production Company
Box 2306
Odessa, Texas 79761

Reserve Oil and Gas Company
312 HBF Building
Midland, Texas 79701
Attention: Mr. Erd Johnson

Burleson & Huff
P. O. Box 2479
Midland, Texas 79702
Attention: Mr. Lewis Burleson

Very truly yours,



Doyle Hartman

DH/mv
Enclosures as above



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

October 23, 1978

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. Doyle Hartman
C & K Petroleum Building
Midland, Texas 79701

Re: Application for Non-Standard
Location: Phillips-Goldston No. 1,
SW/4 NE/4 of Sec. 36, T-24-S,
R-36-E, Lea County, N. M.

Dear Mr. Hartman:

We may not process the subject application for non-standard location until the required information is submitted:

A plat must be submitted showing the ownership of the offsetting leases. The plat submitted is not clear as to such ownership.

A statement must be submitted that offset owners have been notified of the application by certified mail.

Please furnish a plat of the proposed location.

Very truly yours,

R. L. STAMETS
Technical Support Chief

RLS/dr

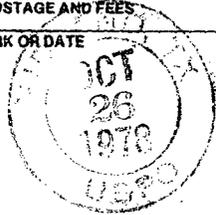
No. 300431

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO		Mr. V. E. Staley, Amaco	
STREET AND NO.		P.O. Drawer A	
P.O., STATE AND ZIP CODE		Levelland, Tx 79336	
POSTAGE		\$	
CONSULT POSTMASTER FOR FEES	OPTIONAL SERVICES	CERTIFIED FEE	¢
		SPECIAL DELIVERY	¢
	RESTRICTED DELIVERY	¢	
	RETURN RECEIPT SERVICE	SHOW TO WHOM AND DATE DELIVERED	¢
		SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY	.85 ¢
		SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY	.85 ¢
		SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	¢
TOTAL POSTAGE AND FEES		\$	
POSTMARK OR DATE			

PS Form 3800, Apr. 1976



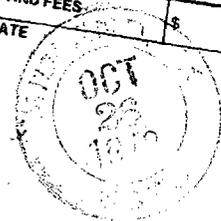
No. 988422

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

SENT TO		Mr. Tom Morrow, Amaco	
STREET AND NO.		PO Box 3092	
P.O., STATE AND ZIP CODE		Houston, Tx 77001	
POSTAGE		\$	
CONSULT POSTMASTER FOR FEES	OPTIONAL SERVICES	CERTIFIED FEE	¢
		SPECIAL DELIVERY	¢
	RESTRICTED DELIVERY	¢	
	RETURN RECEIPT SERVICE	SHOW TO WHOM AND DATE DELIVERED	¢
		SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY	¢
		SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY	.85 ¢
		SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY	¢
TOTAL POSTAGE AND FEES		\$	
POSTMARK OR DATE			

PS Form 3800, Apr. 1976



DOYLE HARTMAN

Oil Operator

SUITE 508

C & K PETROLEUM BUILDING
MIDLAND, TEXAS 79701

(915) 684-4011

October 25, 1978

Energy and Minerals Department
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Application for Non-
Standard Location
Phillips - Goldston No. 1
SW/4 NE/4 Section 36,
T-24-S, R-36-E,
Lea County, New Mexico

Attention: Mr. R. L. Stamets
Technical Support Chief

Gentlemen:

Reference is made to your letter of October 23, 1978, concerning the above noted application:

Please find enclosed the following:

1. Land plat showing the offset operators as follows:
 - (a) NE/4 NE/4 Section 26 and NW/4 Section 25 are in the Cooper Jal Unit (Reserve Oil and Gas - Operator). All Jalmat dry gas, oil and casinghead gas are unitized in this unit with Reserve Oil and Gas being designed as operator (with approval from the NMOCC being effective October 1, 1970).
 - (b) NW/4 NE/4 Section 26 - Amoco Production Company.
 - (c) NW/4 and N/2 SW/4 Section 26 - Phillips and Union (Phillips - Operator).
 - (d) N/2 SE/4 Section 26 - Ares Production Company.
 - (e) SW/4 Section 25 - Burlison and Huff of Midland, Texas.
2. We have notified all of the above offset operators per the attached October 16, 1978 letter and attached are copies of signed waivers from all parties except Amoco Production Company.

Amoco Production Company is participating as a working interest participant in our Phillips - Goldston No. 1 as to its 1/4 working interest under an Operating Agreement naming the undersigned as operator.

Mr. R. L. Stamets
October 25, 1978
Page 2

In addition, Amoco has received a request for a waiver and we have discussed this matter by telephone with Amoco. We expect the waiver very shortly, but, in the meantime, respectfully request that you grant the allowable since the only company whose waiver is not in hand is Amoco who is a 1/4 working interest owner in the well.

Please advise as soon as possible due to the urgency of receiving an allowable and connection for this well.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Doyle Hartman", with a long horizontal line extending to the right.

Doyle Hartman

DH/mv

Enclosures

Mr. R. L. Stamets
October 16, 1978
Page 2

Copies of this application and plat have also been sent to all offsetting operators having Jalmat (Gas) rights. A list of these operators is as follows:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attention: Mr. E. M. Gorance

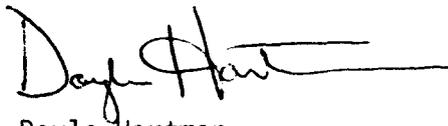
Amoco Production Company
P. O. Box 3092
Houston, Texas 77001
Attention: Mr. Tom Morrow

Ares Production Company
Box 2306
Odessa, Texas 79761

Reserve Oil, and Gas Company ^{INC.}
312 HBF Building
Midland, Texas 79701
Attention: Mr. Erd Johnson

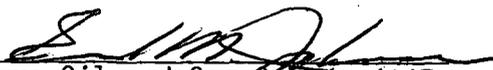
Burleson & Huff
P. O. Box 2479
Midland, Texas 79702
Attention: Mr. Lewis Burleson

Very truly yours,


Doyle Hartman

DH/mv
Enclosures as above

AGREED TO AND ACCEPTED
THIS 17th DAY
OF OCTOBER, 1978.


Reserve Oil, and Gas Company ^{INC.}

Mr. R. L. Stamets
October 16, 1978
Page 2

Copies of this application and plat have also been sent to all offsetting operators having Jalmat (Gas) rights. A list of these operators is as follows:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attention: Mr. E. M. Gorance

Amoco Production Company
P. O. Box 3092
Houston, Texas 77001
Attention: Mr. Tom Morrow

Ares Production Company
Box 2306
Odessa, Texas 79761

Reserve Oil and Gas Company
312 HBF Building
Midland, Texas 79701
Attention: Mr. Erd Johnson

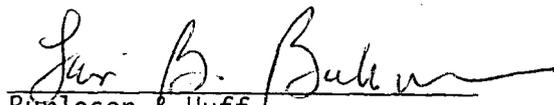
Burleson & Huff
P. O. Box 2479
Midland, Texas 79702
Attention: Mr. Lewis Burleson

Very truly yours,


Doyle Hartman

DH/mv
Enclosures as above

AGREED TO AND ACCEPTED
THIS 17 DAY
OF OCTOBER, 1978.


Burleson & Huff

Mr. R. L. Stamets
October 16, 1978
Page 2

Copies of this application and plat have also been sent to all offsetting operators having Jalmat (Gas) rights. A list of these operators is as follows:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attention: Mr. E. M. Gorance

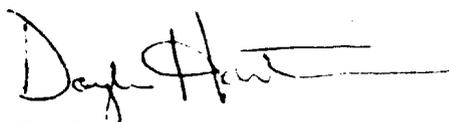
Amoco Production Company
P. O. Box 3092
Houston, Texas 77001
Attention: Mr. Tom Morrow

Ares Production Company
Box 154
Odessa, Texas 79760

Reserve Oil and Gas Company
312 HBF Building
Midland, Texas 79701
Attention: Mr. Erd Johnson

Burleson & Huff
P. O. Box 2479
Midland, Texas 79702
Attention: Mr. Lewis Burleson

Very truly yours,


Doyle Hartman

DH/mv
Enclosures as above

Approved and Accepted this
20th day of October, 1978.


Robert Schuerdi Partner
Ares Production Company


Sam J. Ares Partner

Mr. R. L. Stamets
October 16, 1978
Page 2

Copies of this application and plat have also been sent to all offsetting operators having Jalmat (Gas) rights. A list of these operators is as follows:

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762
Attention: Mr. E. M. Gorance

Amoco Production Company
P. O. Box 3092
Houston, Texas 77001
Attention: Mr. Tom Morrow

Mr. Sam Ares
Box 2306
Odessa, Texas 79761

Reserve Oil and Gas Company
312 HBF Building
Midland, Texas 79701
Attention: Mr. Erd Johnson

Burleson & Huff
P. O. Box 2479
Midland, Texas 79702
Attention: Mr. Lewis Burleson

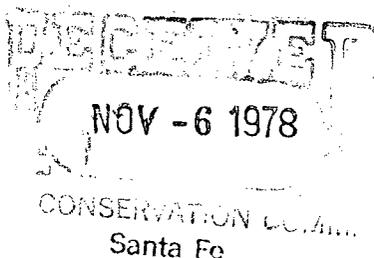
Very truly yours,


Doyle Hartman

DH/mv
Enclosures as above

AGREED TO AND ACCEPTED
THIS 18 DAY
OF OCTOBER, 1978.


Phillips Petroleum Company



Amoco Production Company

Houston Region
500 Jefferson Building
Post Office Box 3092
Houston, Texas 77001

J. R. Barnett
Regional Engineering
Manager

October 31, 1978

File: TBM-986.51NM-1194

Re: Request for Non-Standard Location
Phillips-Goldston No. 1
SE/2 NE/4 Section 26
T-24-S, R-36-E
Lea County, New Mexico

State of New Mexico
Energy and Minerals Department
Oil Conservation Commission
P. O. Box 2088
Santa Fe, NM 87501

Attention: Mr. R. L. Stamets

Gentlemen:

Doyle Hartman is requesting a non-standard location on their Phillips-Goldston Well No. 1 as a gas producer in the Jalmat Pool. The well is located on an 80 acre tract in the S/2 NE/4 Section 26, T-24-S, R-36-E and is situated 2310' FNL and 1980' FEL of Section 26, Lea County, New Mexico.

As an offset operator, Amoco Production Company has no objection to granting the request for a non-standard location as proposed and hereby grant waiver for notice and hearing.

Yours very truly,


CCY:sam

Waiver

cc: Doyle Hartman
C&K Petroleum Building
Suite 508
Midland, TX 79701