



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

November 19, 1997

Morexco, Inc.  
P. O. Box 481  
Artesia, New Mexico 88211-0481

Attention: Donald G. Becker, Jr.

*Re: Application dated November 14, 1997 for administrative approval to drill the J. R. Holt "B" Well No. 3 at an unorthodox gas well location for the Eumont Gas Pool somewhere within the SW/4 SE/4 (Unit O) of Section 5, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico.*

Dear Mr. Becker:

I am returning the subject application as incomplete. The location of your proposed well was not specified. You may want to provide me with a copy of the C-101 and C-102 for this well. Also, what will be the dedicated acreage for this well. Please refer to any existing non-standard gas spacing and proration unit order for this acreage. Please submit a copy of the notice that was sent to all affected offsets. Did you provided them with a specific location. For this well.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner  
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division - Hobbs  
William J. LeMay, Director - NMOCD, Santa Fe

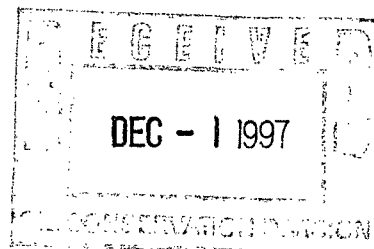
Office  
(505) 746-6520

# Morexco, Inc.

Fax  
(505) 748-1014

November 24, 1997

New Mexico Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico  
Attention: Mr. Michael Stogner



**Re: Application for Unorthodox Location  
J.R. Holt "B" #3  
Township 19 South, Range 37 East  
Section 5: SE/4  
Lea County, New Mexico**

Dear Mr. Stogner,

Please find enclosed all documentation previously sent to you in relation to the captioned application along with a copy of our C-101 and C-102 outlining the dedicated acreage. Also enclosed are copies of the notices sent to affected offsets.

If you need anything further please do not hesitate to call.

Thank you.

Very truly yours,

**MOREXCO, INC.**

Donald G. Becker, Jr.  
President

DGB/rmr  
enclosures

District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-101  
Revised February 10, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 6 Copies  
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address.  MOREXCO, INC. P.O. Box 481 Artesia, NM 88211-0481		OGRID Number  30 - 0
Property Code	Property Name J.R. Holt "B"	Well No. 3

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
N	5	19S	37E		330	S	2310	E	Lea

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
Proposed Pool 1					Proposed Pool 2				

Work Type Code N	Well Type Code G	Cable/Rotary R	Lease Type Code S	Grossed Level Elevation
Multiple	Proposed Depth 3900	Formation Yates - Queen	Contractor Capstar	Spud Date 12-15-97

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4	9 5/8	36 #	400	400 sxs	Cir
8 3/4	7 in	20 #	3900	800sxs	Cir

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Plan to drill to a depth sufficient to test the Penrose Sand of the Queen Formation. If shows are sufficient, will run pipe and complete. If not, will plug well under the direction of the rules of the OCD.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Printed name:

Donald G. Becker, Jr.

Title:

President

Date:

11-24-97

Phone:

505-746-6520

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

District I  
PO Box 1988, Hobbs, NM 88241-1988  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102

Revised February 10, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number		Pool Code		Pool Name Eumont Gas	
Property Code		Property Name J.R. Holt "B"			Well Number 3
OGRID No.		Operator Name Morexco, Inc.			Elevation

10 Surface Location

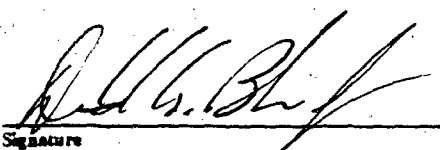
UL or lot no. N	Section 5	Township 19S	Range 37E	Lot Idn	Feet from the 330	North/South line S	Feet from the 2310	East/West line E	County Lea
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11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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12 Dedication Acres 160	13 Joint or Infill Infill	14 Consolidation Code	15 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16				17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.   Signature Donald G. Becker, Jr. Printed Name President Title 11-24-97 Date
				18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  Date of Survey Signature and Seal of Professional Surveyor:  Certificate Number

Office  
(505) 746-6520

# Morexco, Inc.

November 14, 1997

CERTIFIED MAIL  
Return Receipt Requested

Amerada Hess Corporation  
Drawer D  
Monument, New Mexico 88265  
Attention: Mr. Jay Baker

Re: **Offset Operator Notification  
Unorthodox Location  
J.R. Holt "B" State #3  
Township 19 South, Range 37 East  
Section 5: 330' FSL and 2310' FWL  
Lea County, New Mexico**

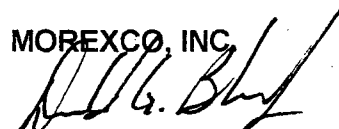
Gentlemen,

Morexco, Inc. plans to drill the J.R. Holt "B" State #3 well at the unorthodox location described above. This location does not comply with the well spacing requirements set forth in New Mexico Conservation Division Rule 104.C (II) (a).

If you have no objections to this unorthodox location, please signify your approval by signing one copy of this letter in the space provided below and returning same to the undersigned. Any objection must be filed in writing with the New Mexico Oil Conservation Division within twenty (20) days from the date of this notice.

Very truly yours,

**MOREXCO, INC.**

  
Donald G. Becker, Jr.  
President

DGB/rmr  
enclosures

The undersigned hereby waives any objection to the unorthodox location proposed by Morexco, Inc.

Amerada Hess Corporation

By: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

P 155 360 925

US Postal Service  
**Receipt for Certified Mail**  
No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Sent to <b>AMERADA HESS CORP.</b>	
Street & Number <i>Monument</i>	
Post Office, State, & ZIP Code <b>DRAWER D, NM, 88265</b>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date November 14, 1997	

PS Form 3800 April 1995

Office  
(505) 746-6520

# Morexco, Inc.

November 14, 1997

CERTIFIED MAIL  
Return Receipt Requested

Texaco Exploration & Production, Inc.  
P.O. Box 3109  
Midland, Texas 79702  
Attention: Mr. Ron Lanning

Re: Offset Operator Notification  
Unorthodox Location  
J.R. Holt "B" State #3  
Township 19 South, Range 37 East  
Section 5: 330' FSL and 2310' FWL  
Lea County, New Mexico

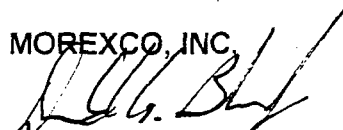
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Very truly yours,

MOREXCO, INC.

  
Donald G. Becker, Jr.  
President

DGB/rmr  
enclosures

The undersigned hereby waives any objection to the unorthodox location proposed by Morexco, Inc.

Texaco Exploration & Production, Inc.

By: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

P 155 360 924

US Postal Service  
**Receipt for Certified Mail**  
No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Sent to <b>TEXACO EXPLORATION</b>	
Street & Number <b>Box 3109 Midland</b>	
Post Office, State, & ZIP Code <b>P.O. BOX 481, NM, 88211-0481</b>	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date <b>November 14, 1997</b>	

PS Form 3800 April 1995