

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

January 5, 1978

Mr. J. L. Walters, Area Supervisor  
Amoco Production Company  
P. O. Drawer A  
Levelland, Texas 79336

Re: Requests for Non-Standard  
Proration Units

Dear Mr. Walters:

We have received your letter of December 29, 1977, requesting approval of a non-standard proration unit for Amoco's Eva Owen "B" Well No. 5 in the Eumont gas pool. This application and a number of previous such applications do not conform to our desired format. Part of the problem results from the fact that our rules call for an application to be filed in "due form" but do not define fully what is meant thereby. Therefore, for your use and the use of other operators, I have prepared a set of guidelines which may be of assistance to those filing such applications. A set is enclosed with this letter. Further, the proposed non-standard proration unit may be approved under the provisions of Rule 5(C) 3 of Order No. R-1670, as amended, rather than R-520 as indicated in your request. Copies of Order Nos. R-1670, R-1670-K, and R-3168 which cover this matter are also being sent to you herewith.

As to the Eva Owen application please send a list of operators who were notified of the application

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Letter to Mr. J. L. Walters

January 5, 1978

and a demonstration or proof that the same have been  
sent registered notice of the application.

Very truly yours,

R. L. STAMETS

Technical Support Chief

RLS/fd

enc.

Guidelines For Filing For Non-Standard Proration Units  
Under Provisions of Order No. R-1670 As Amended

- I. Application may be in the form of a letter giving the well(s) name(s) and location, pool name, and description of the proposed non-standard proration unit.
- II. A plat or plats must be submitted showing the proposed non-standard proration unit and the names of all operators owning interests outside such unit but in the same section and the names of operators of interests off-setting such unit. The plat must be of a size such that all required information thereon is readable and the operator names must match those whose waivers are attached or who have been notified of the application.
- III. Waivers from all operators under II above must be submitted with the application or the applicant must furnish proof that such operators have been notified of the application by registered mail.



**Amoco Production Company**

P.O. Drawer A  
Levelland, Texas 79336

V. E. Staley  
Area Superintendent

January 16, 1978

File: VES-WF-215

Re: Non-Standard Proration Unit  
Owen "B" Well No. 5  
Eumont Queen Field  
Lea County, New Mexico

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

Attention: R. L. Stamets, Technical Support Chief

Gentlemen:

Thank you for your letter dated January 5, 1978, in which you supplied a set of guidelines which will assist us in the preparation of applications requesting approval of a non-standard proration unit.

In reference to the Owen "B" Well No. 5 application, following is a list of offset operators who were notified by mail of this application:

Mobil Oil Company  
P. O. Box 633  
Midland, TX 79702

Phillips Petroleum Corporation  
Phillips Bldg.  
4th and Washington  
Odessa, TX 79761

Gulf Energy Resources  
P. O. Box 670  
Hobbs, New Mexico 88240

Sun Oil Company  
P. O. Box 1861  
Midland, TX 79701

New Mexico Oil Conservation  
Commission

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File: VES-WF-215

We contacted your office 1-13-78 and were told that you had received copy of approval from Phillips. We contacted Mobil, Gulf and Sun by telephone 1-13-78 and were told that each one of the above had sent you an approved copy of the letter application. In view of the fact that you will shortly receive approvals from all four offset operators, we feel that it is best not to send these operators another application by registered mail. The approvals from these operators could serve as proof that they were notified.

In the future, Amoco will notify all offset operators to a non-standard proration unit by registered mail.

Yours very truly,

*V.E. Staley*

RWA:jb