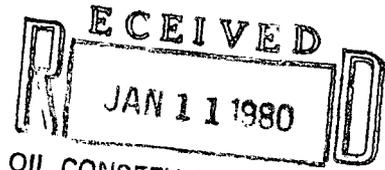


NSP-1174  
Rule 104F  
1-31-80

MILLARD DECK OIL COMPANY

P. O. Box 1047 Phone (505) 394-2249

EUNICE, NEW MEXICO 88231  
January 2, 1980



OIL CONSERVATION DIVISION  
SANTA FE

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

Re: Request for Administrative Approval  
For Non-Standard Proration Unit  
Comprised of the NW/4 NE/4 and the  
NE/4 NW/4 Sec. 36, T24S, R36E,  
Lea County, New Mexico

Gentlemen:

The Millard Deck Shell State No. 3, located at a standard location of 660' FNL and 2310' FEL of Sec. 36, T24S, R36E, has been completed as a Jalmat gas well from perforations in the Yates formation from 2852' to 3056'. The acreage required for a standard proration unit is 640 acres. Therefore, you are requested to approve an 80 acre non-standard proration unit for this well, consisting of the NW/4 NE/4 and the NE/4 NW/4 of Sec. 36, T24S, R36E.

Copies of the C-102 are enclosed to show the location of the Shell State No. 3 and the acreage dedicated to this well.

Copies of this application and plat have been sent by certified mail to all offset operators. These operators include:

- Phillips Petroleum Co. P. O. Box 2130  
Hobbs, NM 88240
- Texas Pacific Oil Co. P. O. Box 4067  
Midland, TX 79701
- Doyle Hartman 508 C&K Petroleum Bldg.  
Midland, TX 79701
- Shell Oil Company P. O. Box 1509  
Midland, TX 79701
- Lewis Burleson P. O. Box 2479  
Midland, TX 79701

Approval of this application will be in the best interests of conservation, prevention of waste, and the protection of correlative rights.

Very truly yours,

Millard Deck

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

RECEIVED

Form C-102  
Supersedes C-128  
Effective 1-1-65

JAN 11 1980

All distances must be from the outer boundaries of the Section.

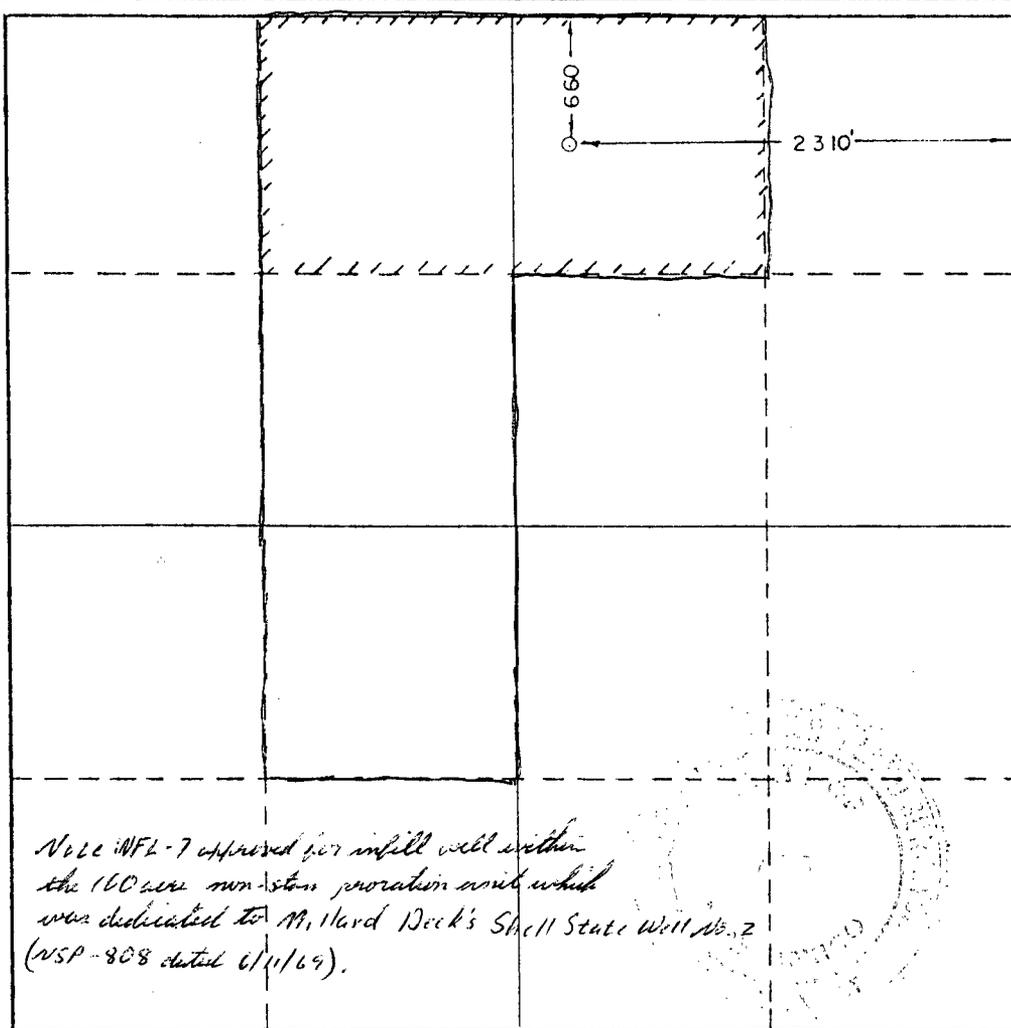
Operator <b>MILLARD DECK</b>		Lease <b>SHELL STATE OIL CONSERVATION DIVISION 3</b>			Well No.
Unit Letter <b>B</b>	Section <b>36</b>	Township <b>24 South</b>	Range <b>36 East</b>	County <b>SANTA FE</b> <b>Lea</b>	
Actual Footage Location of Well:					
<b>660</b> feet from the <b>North</b> line and		<b>2310</b> feet from the <b>East</b> line			
Ground Level Elev. <b>3271.8</b>	Producing Formation <b>Yates Seven Rivers</b>	Pool <b>Jalmat Gas</b>		Dedicated Acreage: <b>80</b> Acres	

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

Yes  No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

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

*Millard Deck*  
Name

Position  
**Owner**

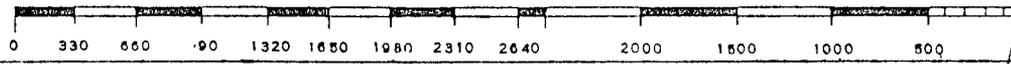
Company  
**Millard Deck**

Date  
**October 18, 1979**

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 knowledge and belief.

Date Surveyed  
**October 17, 1979**

Registered Professional Engineer and/or Land Surveyor  
*John W. Albert*  
Certificate No. **676**





**PHILLIPS PETROLEUM COMPANY**

ODESSA, TEXAS 79762  
4001 PENBROOK

NATURAL RESOURCES GROUP  
Exploration and Production

January 22, 1980

Non-Standard Proration Unit--  
Jalmat-Gas Pool--  
Millard Deck Oil Company--  
Shell State No. 3--B, 36, 24, 36,  
Lea County, New Mexico

New Mexico Department of Energy and Minerals  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 85701

Gentlemen:

As an offset operator, Phillips Petroleum Company hereby waives any and all objections to the proposal of Millard Deck Oil Company to form a non-standard proration unit for its Shell State No. 3 in the Jalmat-Gas Pool. It is understood that the proposed unit will consist of the NW/4 NE/4 and the NE/4 NW/4, Section 36, T-24-S, R-36-E, Lea County, and further, that the Shell State No. 3 spots at a standard location 660' FN and 2310' FE lines, above section.

Very truly yours,

G. R. Smith  
Director, Reservoir Engineering

THM:mvn

cc: Millard Deck Oil Company  
P. O. Box 1047  
Eunice, New Mexico 88231