



Midland Division
Exploration and Production

OIL CONSERVATION DIVISION
RECEIVED

Conoco Inc.
10 Desta Drive West
Midland, TX 79705-4514
(915) 686-5400

1994 MAY 5 AM 8 50

May 2, 1994

Michael E. Stogner
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

**RE: Application to amend Division Order No. R-5008-A to
Delete the NW/4 SE/4 Sec. 15, T-20S, R-37E (40 Acres)
from the Current 640-Acre Standard Proration Unit
to Form a New 600-Acre Non-Standard Gas Proration Unit**

Dear Mr. Stogner:

Division Order No. R-5008-A, which was issued October 10, 1989, established a 640-acre standard sized proration unit by combining 160 acres in section 10 with 480 acres in section 15 (all within Conoco's Britt B Lease). Three Britt B Eumont gas wells (Nos. 3, 15, and 25) were dedicated to this current proration unit as shown by EXHIBIT A.

Conoco now has a Eumont completion in unit J of section 15 (the Britt B No. 8), within this 640-acre gas proration unit whose production classifies it as a Eumont oil well. A recent well test dated March 10, 1994, showed well No. 8 to be producing 8 BOPD and 60 MCFGPD for a producing GOR of 7500. This well is officially classified as an oil well and production is being reported in the Eumont Yates Seven Rivers Queen Oil Pool.

Therefore, the 40 acres of the NW/4 SE/4 of section 15 needs to be removed from the current gas proration unit and dedicated only to this oil well. This would reduce the current gas proration unit to a 600-acre non-standard unit consisting of:

SW/4	Section 10, T-20S, R-37E	160 acres
W/2	Section 15, T-20S, R-37E	320 acres
W/2 NE/4	Section 15, T-20S, R-37E	80 acres
SW/4 SE/4	Section 15, R-20S, R-37E	40 acres

TOTAL 600 ACRES

A copy of this application has been sent by certified mail to all of the offset operators to this proposed non-standard gas proration unit as shown on EXHIBITS A and B. Copies of these mail receipts are attached as EXHIBIT C. Conoco respectfully requests approval of this application which is required to avoid simultaneous dedication of the described 40 acres to an oil well and to a gas proration unit.

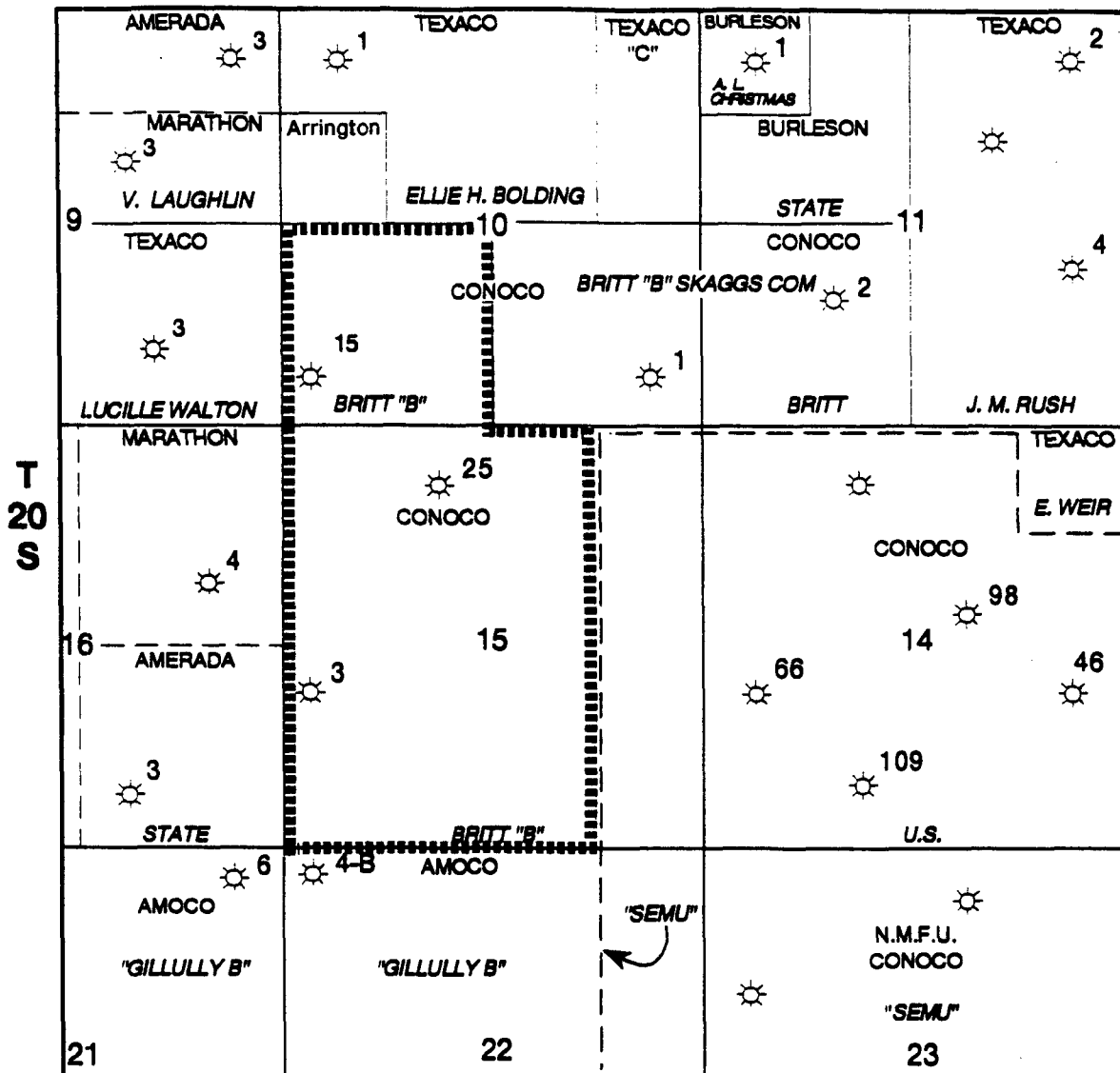
For your convenience, a copy of Order R-5008-A is enclosed. Thank you for your assistance in resolving this matter. If there are any further questions please call me at (915) 686-6548.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Jerry W. Hoover". The signature is written in dark ink and is positioned above the printed name.

Jerry W. Hoover
Sr. Conservation Coordinator

R 37 E



ONE MILE

640 ACRE PRORATION UNIT
DEDICATED TO BRITT B NOS.
3, 15 & 25

CURRENT PRORATION UNIT

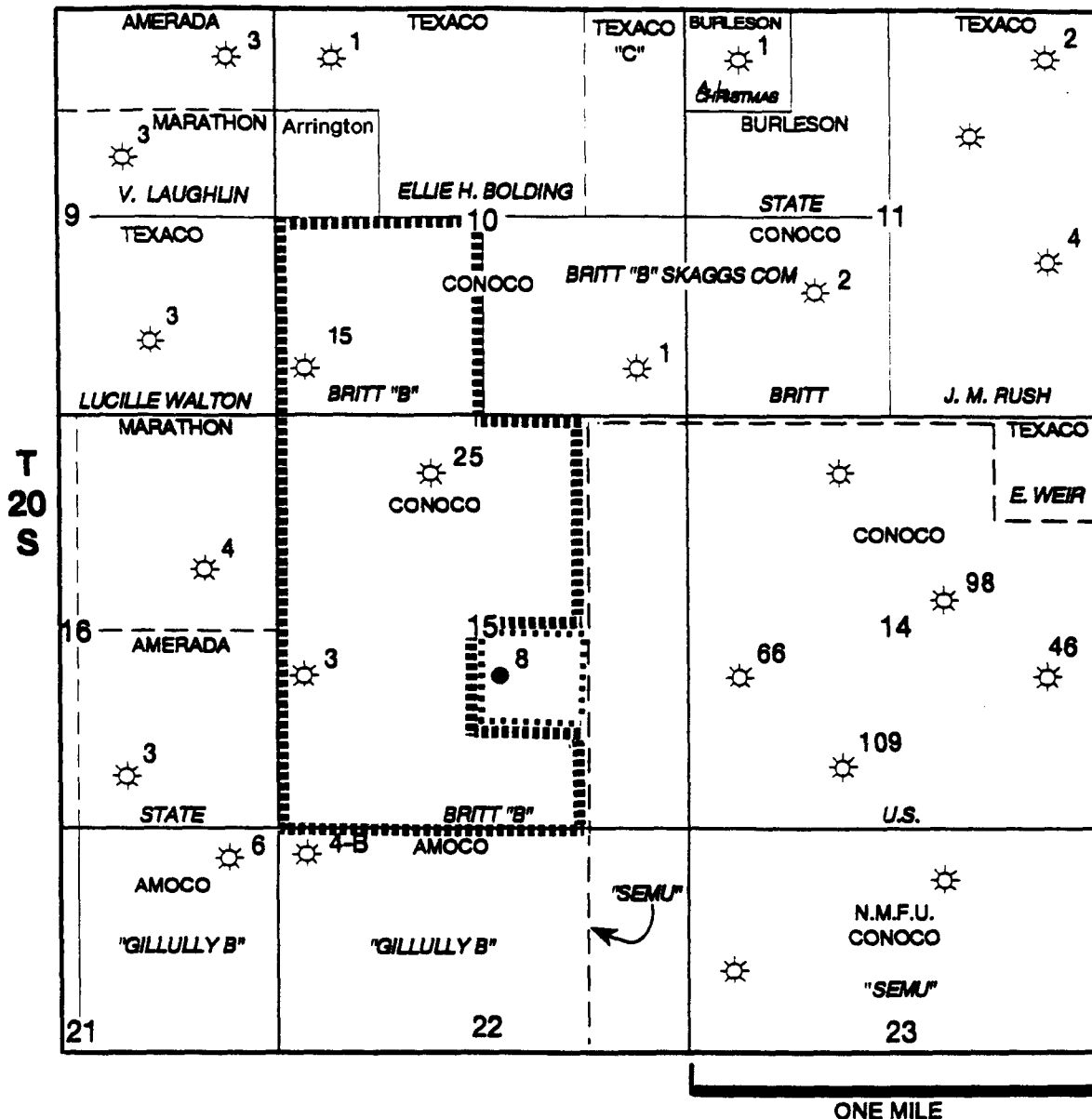


EPNGNA
MIDLAND DIVISION

BRITT "B"	
EUMONT GAS WELLS	
Project:	
By:	Date: OCT. 29, 1992
Sheet:	County: LEA, NEW MEXICO
Scale:	C.I. LA1016

EXHIBIT A

R 37 E



----- 600-Acre Gas
Proration Unit

..... 40-Acre Oil
Proration Unit

PROPOSED PRORATION UNITS



EPNGNA
MIDLAND DIVISION

BRITT "B"	
EUMONT GAS WELLS	
Project:	
By:	Date: OCT. 29, 1992
Sheet:	County: LEA, NEW MEXICO
Scale:	C.I. LA1016

EXHIBIT B

P 885 448 201

RECEIPT FOR CERTIFIED MAIL

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

Amoco

P.O. Box 3092
Houston, Texas 777253

P.O. State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$

Postmark or Date

5/2/94

PS Form 3800, June 1985

P 885 448 200

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)Marathon Oil Co.
P.O. Box 552
Midland, TX 79702

P.O. State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$

Postmark or Date

5/2/94

PS Form 3800, June 1985

P 885 448 199

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)Arrington Oil & Gas
P.O. Box 2071
Midland, TX 79702

P.O. State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$

Postmark or Date

5/2/94

PS Form 3800, June 1985

P 885 448 203

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)Sent to
Texaco Prod. Inc.
P.O. Box 3109
Midland, Texas 77702

P.O. State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$

Postmark or Date

5/2/94

PS Form 3800, June 1985

P 885 448 202

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED
NOT FOR INTERNATIONAL MAIL
(See Reverse)Amerada Prod. Co.
P.O. Box 840
Seminole, TX 79360

P.O. State and ZIP Code	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt showing to whom and Date Delivered	
Return Receipt showing to whom, Date, and Address of Delivery	
TOTAL Postage and Fees	\$

Postmark or Date

5/2/94

PS Form 3800, June 1985

EXHIBIT C



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

OIL CONSERVATION DIVISION
RECEIVED

BRUCE R. KING
GOVERNOR

9 AM 8 50

5-5-84

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:

MC _____
DHC _____
NSL _____
NSP X _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Canoco Inc
Operator

Britt B

Lease & Well No.

#25-C

#15-M

#8-J

#3-L

Unit

S-T-R

15-20-37

10-20-37

15-20-37

15-20-37

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton

Jerry Sexton
Supervisor, District 1

/ed