



**Cross Timbers Oil Company**

APR 10 1996

CONSERVATION DIVISION

April 9, 1996

Federal Express

William J. LeMay  
Oil Conservation Division  
2040 South Pacheco  
Santa Fe, New Mexico 87501

Dear Mr. LeMay:

Cross Timbers Operating Company hereby requests administrative approval of the following 40-acre non-standard proration unit:

Christmas Well No. 2  
NE/4 NE/4 (Unit A) Section 7-20S-38E  
Lea County, New Mexico  
Monument-Tubb Pool

A copy of the Form C-102 for the well is attached. In Case No. 11,477, the subject acreage was placed in the Monument-Tubb Pool, which, pursuant to Order No. R-2800, as amended, has 80-acre spacing. Rule 3 of the Special Rules and Regulations for the pool allows administrative approval of non-standard 40-acre units upon notice to all offsetting operators. Cross Timbers operates all offsetting acreage except the S/2 NE/4 of Section 7, which is operated by OXY USA Inc. Notice of this application has been given to OXY by certified mail.

Please call if you have any questions.

Yours very truly,

*(WR)*  
*Edwin S. Ryan, Jr.*  
Edwin S. Ryan, Jr.

817 - 877 - 2336

cc: Ray Martin

District I  
PO Box 1900, Hobbs, NM 88241-1900  
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 30-025-29048		* Pool Code 470090	* Pool Name Monument Tubb
* Property Code 003345	* Property Name Christmas		* Well Number 2
* OGRID No. 005380	* Operator Name Cross Timbers Operating Company		* Elevation 3567.5

**10 Surface Location**

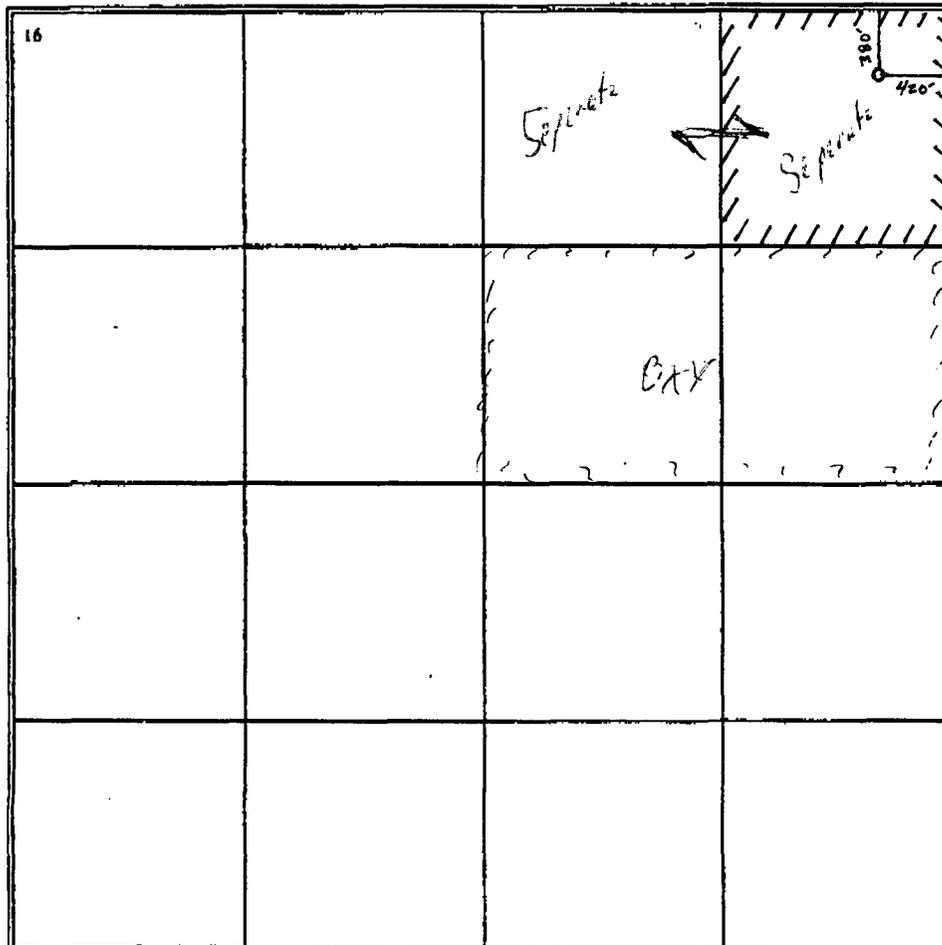
UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
A	7	20S	38E		380	North	420	East	Lea

**11 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

* Dedics 1 Acre 40	* Joint or L&L N	* Consolidation Code	* 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**



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

*Edwin S. Ryan Jr.*  
Signature  
Edwin S. Ryan, Jr.  
Printed Name  
Division Landman  
Title  
April 9, 1996  
Date

**18 SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was placed 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

**MONUMENT-TUBB POOL**  
Lea County, New Mexico

Order No. R-2800, Adopting Operating Rules for the Monument-Tubb Pool, Lea County, New Mexico, December 1, 1964, as Amended by Order No. R-10128, June 3, 1994.

Application of Continental Oil Company for Special Pool Rules, Lea County, New Mexico.

CASE NO. 3123  
Order No. R-2800

**ORDER OF THE COMMISSION**

**BY THE COMMISSION:** This cause came on for hearing at 9 o'clock a.m. on October 13, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 10th day of November, 1964, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

**FINDS:**

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Continental Oil Company, seeks the promulgation of special rules and regulations for the Monument-Tubb Pool in Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, including a provision for 80-acre spacing units and a gas-oil ratio of 6000 to 1.

(3) That one well in the Monument-Tubb Pool can efficiently and economically drain and develop 80 acres.

(4) That in order to prevent the economic loss caused by the drilling of unnecessary wells, to avoid the augmentation of risk arising from the drilling of an excessive number of wells to prevent reduced recovery which might result from the drilling of too few wells, and to otherwise prevent waste and protect correlative rights, special rules and regulations providing for 80-acre spacing units should be promulgated for the Monument-Tubb Pool.

(5) That a limiting gas-oil ratio of 6000 to 1 would be excessive for this pool and might result in waste.

(6) That the special rules and regulations should provide for a limiting gas-oil ratio of 4000 to 1 in order to allow each operator in the pool the opportunity to use his just and equitable share of the reservoir energy.

**IT IS THEREFORE ORDERED:**

That Special Rules and Regulations for the Monument-Tubb Pool are hereby promulgated as follows, effective December 1, 1964:

**SPECIAL RULES AND REGULATIONS  
FOR THE  
MONUMENT-TUBB POOL**

**RULE 1.** Each well completed or recompleted in the Monument-Tubb Pool or in the Tubb formation within one mile thereof, and not nearer to or within the limits of another designated Tubb oil pool, shall be spaced, drilled, operated, and

produced in accordance with the Special Rules and Regulations hereinafter set forth.

**RULE 2.** Each well shall be located on a standard unit containing 80 acres, more or less, consisting of the N/2, S/2, E/2, or W/2 of a governmental quarter section; provided, however, that nothing contained herein shall be construed as prohibiting the drilling of a well on each of the quarter-quarter sections in the unit.

**RULE 3.** The Secretary-Director of the Commission may grant an exception to the requirements of Rule 2 without notice and hearing when an application has been filed for a non-standard unit comprising a governmental quarter-quarter section or lot. All operators offsetting the proposed non-standard unit shall be notified of the application by registered or certified mail, and the application shall state that such notice has been furnished. The Secretary-Director may approve the application upon receipt of written waivers from all offset operators or if no offset operator has entered an objection to the formation of the non-standard unit within 30 days after the Secretary-Director has received the application.

**RULE 4.** Each well shall be located no nearer than 330 feet to any governmental quarter-quarter section or lot line.

**RULE 5.** The Secretary-Director may grant an exception to the requirements of Rule 4 without notice and hearing when an application has been filed for an unorthodox location necessitated by topographical conditions. All operators offsetting the proposed unorthodox location shall be notified of the application by registered or certified mail, and the application shall state that such notice has been furnished. The Secretary-Director may approve the application upon receipt of written waivers from all offset operators or if no offset operator has entered an objection to the unorthodox location within 20 days after the Secretary-Director has received the application.

**RULE 6.** A standard proration unit (79 through 81 acres) shall be assigned an 80-acre proportional factor of 2.77 for allowable purposes, and in the event there is more than one well on an 80-acre proration unit, the operator may produce the allowable assigned to the unit from the wells on the unit in any proportion.

The allowable assigned to a non-standard proration unit shall bear the same ratio to a standard allowable as the acreage in such non-standard unit bears to 80-acres.

**RULE 7.** (As Amended by Order No. R-10128, Effective June 3, 1994.) The limiting gas-oil ratio shall be 10,000 cubic feet of gas per barrel of oil produced.

**IT IS FURTHER ORDERED:**

(1) That any well presently drilling to or completed in the Monument-Tubb Pool or in the Tubb formation within one mile thereof that will not comply with the well location requirements of Rule 4 is hereby granted an exception to the requirements of said rule. The operator shall notify the Hobbs District Office of the Commission in writing of the name and location of the well on or before December 1, 1964.

(2) That each well presently drilling to or completed in the Monument-Tubb Pool or in the Tubb formation within one mile thereof shall receive a 40-acre allowable until a Form C-128 dedicating 80 acres to the well has been filed with the Commission.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.