

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENTAL DIVISION RELIGIOUS

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE ,

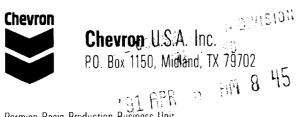
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BRUCE KING GOVERNOR

/ed

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 + 5 B amended SWD WFX PMX	
Gentlemen:	
I have examined the application for the: # 11-B /2-22-3 Cherron USA Inc. H I mattern NeT-E # 10-N 1-22-36 Operator Lease & Well No. Unit S-T-R and my recommendations are as follows:	
Yours very truly, Jerry Sexton Supervisor, District 1	



Permian Basin Production Business Unit

March 15, 1991

Waiver Request Amendment of Order R-1084-A Non-Standard Gas Proration Unit Eumont (Pro-Gas) Pool Section 1 and 12, T22S, R36E Lea County, New Mexico

Case 10292

Marathon Oil Co. P. O. Box 552 Midland, Texas 79702

Gentlemen:

Attached is a copy of Chevron's administrative application for NMOCD approval for an amendment to Order No. R-1084-A concerning a Non-Standard Gas Proration Unit in the Eumont (Pro-Gas) Pool.

Due to recently completing the H.T. Mattern (NCT-E) Well No. 15 as an oil well within an existing 480-acre Eumont Gas Proration Unit, it is necessary to reduce this unit to a 440-acre Eumont Gas Proration Unit. This unit will comprise the SW/4 Section 1 and all of the N/2 of Section 12 except the SW/4 NW/4 of the same. All 440-acres are to be dedicated to the existing H. T. Mattern (NCT-E) Well Nos. 10 and 11. The H. T. Mattern (NCT-E) Well No. 15 is located 1650' FNL and 990' FWL of Unit E, Section 12, T-22-S, R-36-Ε.

To prevent waste, Chevron is requesting the NMOCD to grant approval of this proposed amendment to Order No. R-1084-A and form the 440acre non-standard Eumont Gas Proration Unit. As an offset operator, if you do not have any objections to the attached application, please sign the enclosed waivers and mail the original and two copies to the NMOCD in Santa Fe and one copy to the NMOCD in Hobbs. We would also request that you send a copy to Chevron U.S.A. Inc. in Midland. We have enclosed Self addressed, stamped envelopes for your convienience.

If you have any questions, please contact Mr. A. W. Bohling at (915) 687-7246. Your prompt consideration in the above matter is appreciated.

Yours very truly,

A. W. Bohling

Proration Engineer

dmb Attachments OIL CONSER TO PAN 8 53

CHEVRON U.S.A. INC. H. T. Mattern Lease

Application for Amendment of Order No. R-1084-A Concerning a Non-Standard Gas Proration Unit in the Eumont (Pro-Gas) Pool Section 1 and 12, T-22-S, R-36-E Lea County, New Mexico

WAIVER TO OBJECTION

We the undersigned, as an offset operator, waive any objection to Chevron U.S.A. Inc.'s application for NMOCD approval of an amendment of Order No. R-1084-A concerning a non-standard Gas Proration Unit in the Eumont (Pro-Gas) Pool. We understand that this amendment will reduce the existing 480-acre unit to a 440-acre Non-Standard Eumont Gas Proration Unit comprising the SW/4 of Section 1 and all of the N/2 of Section 12 except the SW/4 NW/4 of the same. The above listed 440-acres are to be dedicated to the existing H. T. Mattern (NCT-E) Well Nos. 10 and 11.

Company:	ARGO Oil & Gas Co.
Representative: _	J. A. Nicholson
Signature:	JAN rikolson
_	District Engineer
Title: _	Unital Enginee
Date: _	4/1/91

CHEVRON U.S.A. INC. H. T. Mattern Lease

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'91 MMR 25 AM 9 44

Application for Amendment of Order No. R-1084-A Concerning a Non-Standard Gas Proration Unit

in the Eumont (Pro-Gas) Pool Section 1 and 12, T-22-S, R-36-E Lea County, New Mexico

Case 10292

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Company:	HAL I RASMUSSEN	
Representative:	JAY CHERSKI	
Signature: _	Sycal	
Title: _	ENGINEER	
Date:	3/21/91	



STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

March 26, 1991

Chevron USA, Inc. P.O. Box 1150 Midland, TX 79702

Attention: A. W. Bohling

Case 10292

RE: Application to amend Division Order No. R-1084-A. H.T. Mattern (NCT-E) Well Nos. 10 and 11; Eumont Gas Pool, Sections 1 and 12, Township 22 South, Range 36 East, Lea County, New Mexico.

Dear Mr. Bohling:

I am unable to administratively process the subject application, dated March 15, 1991, because the proration unit involved crosses a section line. By Rule 2(a)4(2) of the Special Rules and Regulations for the Eumont Gas Pool/General Rules for the Prorated Gas Pools of New Mexico, as promulgated by Division Order No. R-8170, as amended, such administrative review is limited to acreage within a section. Any time a unit in the Eumont Pool extends beyond a section line, a hearing is required.

In this particular instance where the facts are quite clear, I see no reason why testimony should be required (unless, of course, objections are encountered). I have therefore advertised this matter for the May 2, 1991 docket in the following style:

"APPLICATION OF CHEVRON USA, INC. TO AMEND DIVISION ORDER NO. R-1084-A, LEA COUNTY, NEW MEXICO.

Applicant, in the above-styled cause, seeks to amend Division Order No. R-1804-A, dated November 10, 1969, which authorized a 480-acre non-standard gas spacing and proration unit in the Eumont Gas Pool comprising the SW/4 of Section 1 and the N/2 of Section 12, both in Township 22 South, Range 36 East, to be simultaneously dedicated to its H.T. Mattern (NCT-E) Well Nos. 10 and 11 located in Unit N of Section 1 and Unit B of Section 12, respectively. At this time the applicant requests to delete the SW/4 NW/4 of said Section 12 from the

Chevron USA, Inc. Attention: A.W. Bohling March 26, 1991

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proration unit reducing the acreage to 440 acres for both Eumont Gas wells. Said unit area is located approximately 4 miles west southwest of Eunice, New Mexico.

IN THE ABSENCE OF OBJECTION, THIS MATTER WILL BE TAKEN UNDER ADVISEMENT."

Chevron will still be required to make proper notice of this hearing pursuant to the provisions of General Rule 1206.3.

Should you have any questions concerning this matter, please contact me.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Hobbs