

Midland Division

Figloration and Production

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

May 22, 1991

H Conservation Division FO Box 1864 Santa Fe, NM 87501 Case 10338

Gentlemen:

David 11. Arrington (3)1 & Gas Administrative Application for Non-Standard Proration Unit and Unorthodox Location for the Britt Phillips No. 2 Well in the Eumont Pool, 330 FWL & 2310 FNL, Sec. 10, T-20S, R-37E, Lea County

Conoco objects to the granting of the above described unorthodox location for Arrington's proposed Britt Phillips No. 2 Well because of the probable drainage of Eumont gas reserves from Conoco's Britt Leave located in the south half of Section 10.

The attached map shows the proximity of Arrington's proposed completion to Conoco's 640-acre proration unit which has Wells No. 15 (SW/4 SW/4 Sec. 10), No. 25 (NE/4 NW/4 Sec. 15, and No. 3 (NW/4 SW/4 Sec. 15) dedicated to it. Conoco does not believe that its Well No. 15 in Sec. 10 is adequately draining the northern part of this proration unit and has proposed the drilling of another well in the SW/4 of Sec. 10 in our 1991 budget to more efficiently drain the northern half of this quarter-section which would be subject to drainage by Arrington's well just 330' from the lease line.

Any further questions concerning Conoco's objection to the administrative approval of this application may be directed to Jerry W. Hoover at (915) 686-6548 in our Midland Division Office.

Jerry W. Hoore

Jerry W. Hoover

Senior Conservation Coordinator

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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

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

May 23, 1991

David H. Arrington Oil and Gas, Inc. P.O. Box 2071 Midland, TX 79702

Attention: Keith E. Logan

Case 10338

RE:

Application for an unorthodox gas well location and non-standard 40-acre gas spacing and proration unit; Britt Phillips Well No. 2, 2310' FNL - 330' FWL (Unit E) Section 10, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea

County, New Mexico.

Dear Mr. Logan:

The subject application was received in this office on May 13, 1991. On Thursday, May 23, 1991 an objection was received by "FAX" from Conoco, Inc. to your request (see copy attached).

Since this objection was filed within the allotted time frame permitted under Rule 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, your application will be placed on the next available docket for the Examiner Hearing scheduled for June 27, 1991. Please provide adequate notice pursuant to Division General Rules 1207(a)2 and 3.

Should you have any questions, please contact me.

Sincerely.

Michael E. Stogner

Chief Hearing Officer/Engineer

MES/ag

cc: Oil Conservation Division - Hobbs

> US Bureau of Land Management - Carlsbad Jerry W. Hoover - Conoco, Inc., Midland, Texas



Midland Division
Exploration and Production

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

May 22, 1991

Oil Conservation Division P.O. Box 1864 Santa Fe, NM 87501

Gentlemen:

David H. Arrington Oil & Gas Administrative Application for Non-Standard Proration Unit and Unorthodox Location for the Britt Phillips No. 2 Well in the Eumont Pool, 330' FWL & 2310' FNL Sec. 19, T-208, R-37E, Lea County

Conoco objects to the granting of the above described unorthodox location for Arrington's proposed Britt Phillips No. 2 Well because of the probable drainage of Eumont gas reserves from Conoco's Britt Lease located in the south half of Section 10.

The attached map shows the proximity of Arrington's proposed completion to Conoco's 640-acre proration unit which has Wells No. 15 (SW/4 SW/4 Sec. 10), No. 25 (NE/4 NW/4 Sec. 15, and No. 3 (NW/4 SW/4 Sec. 15) dedicated to it. Conoco does not believe that its Well No. 15 in Sec. 10 is adequately draining the northern part of this proration unit and has proposed the drilling of another well in the SW/4 of Sec. 10 in our 1991 budget to more efficiently drain the northern half of this quarter-section which would be subject to drainage by Arrington's well just 330' from the lease line.

Any further questions concerning Conoco's objection to the administrative approval of this application may be directed to Jerry W. Hoover at (915) 686-6548 in our Midland Division Office.

Very truly yours,

Jerry W. Hoover

Senior Conservation Coordinator

10:26

/tm

1.1

Employee Jerry Hoover City, State, Country Midland, TX Acct. No. Phone No.	Conoco Inc.	Request for Facsimile Transmission
Employee Jerry Hoover (915)686-6546 City. State. Country Midland, TX Acct. No. To Name NMOCD Department City, State, Country Santa Fe No. of Pages I tover Note 1. Your originals must have good contrast (dark detail on light background). 2. Legible. 3. 14-Inch margin on all sides of sheet. 4. Number all pages. Special Instructions	5/23/9)	
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DAVID H. ARRINGTON OIL & GAS, RENGE

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P.O. BOX 2071, MIDLAND, TEXAS 79702 (915) 682-6685

June 19, 1991

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504-2088

Re: Application for Non-Standard Proration Unit and Unorthodox Location for Britt Phillips No. 2 1980' FNL & 330' FWL Section 10, T20S, R37E Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc., is seeking administrative approval for a non-standard proration unit and an unorthodox location for our Britt Phillips No. 2 well in the Eumont Yates-Seven Rivers-Queen Pool.

We are asking that the original case be reconsidered since we are moving to a less unorthodox location. Conoco, Inc., objected to our original location, but has agreed to not oppose the present location since it is not encroaching upon them. You should be receiving a letter from Mr. Jerry W. Hoover of Conoco, Inc., concerning this very soon.

If you have any questions concerning this matter, please contact the undersigned.

Yours very truly,

Keith E. Logan

0691-35

OIL CONSERVE ON DIVISION

REC: /ED



Midland Division Exploration and Production '91 JUN 24 AM 10 06

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

June 20, 1991

Mr. Michael Stogner State of New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504

Dear Mr. Stogner:

David H. Arrington Oil & Gas Administrative Application for Non-Standard Proration Unit and Unorthodox Location for the Britt Phillips No. 2 Well in the Eumont Pool, 330' FWL & 2310' FNL, Sec. 10, T-20S, R-37E, Lea County

As a result of Conoco's letter of opposition, dated May 22, 1991, to the above application, it was scheduled for hearing on the June 27, 1991 docket as Case 10338.

In recent discussions with Keith Logan of Arrington Oil & Gas, it was suggested that if this proposed well were moved to a location that was no more than 1980' FNL that Conoco would no longer oppose the application. Mr. Logan has verbally assured Conoco that they will move this location to 1980' FNL & 330' FWL, Sec. 10, T-20S, R-37E.

Conoco is in agreement with Arrington's solution to this problem and does not oppose their application for a non-standard proration unit and an unorthodox location for the Britt Phillips No. 2 well in the Eumont Pool at this new location.

Very truly yours,

Jerry W. Hoover

Senior Conservation Coordinator

JWH/tm

cc:

Arrington Oil & Gas

P.O. Box 2071 Midland, TX 79702

'91 MMY 13 MM 9 35

P.O. BOX 2071, MIDLAND, TEXAS 79702 (915) 682-6685

May 3, 1991

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504-2088

10338

Re: Application for Non-Standard Proration Unit and Unorthodox Location for BRITT PHILLIPS NO. 2

330' FWL & 2310' FNL Section 10 - T20S - R37E Lea County, New Mexico 1980 Fire - 330 Face

David H. Arrington Oil & Gas, Inc. is seeking administrative approval for a non-standard proration unit and an unorthodox location for our Britt Phillips No. 2 well in the Eumont Yates-Seven Rivers-Queen Pool.

We have asked for waivers of objection from all offset operators by certified mail as required by the Division and a list of these is enclosed.

We are requesting the unorthodox location because our original well had severe problems during a recompletion attempt and to offset drainage from nearby producing wells. Our proposed well will be drilled to the Eunice-Monument Grayburg-San Andres Oil Pool and could also be completed in the Eumont Oil Pool, again at a standard location. We want approval of the location in the event it is a Eumont gas well.

If you have any questions concerning this matter, please contact the undersigned.

Yours very truly,

Keith E. Logan

KEL/vai enclosure WP0591-18

OFFSET OPERATORS

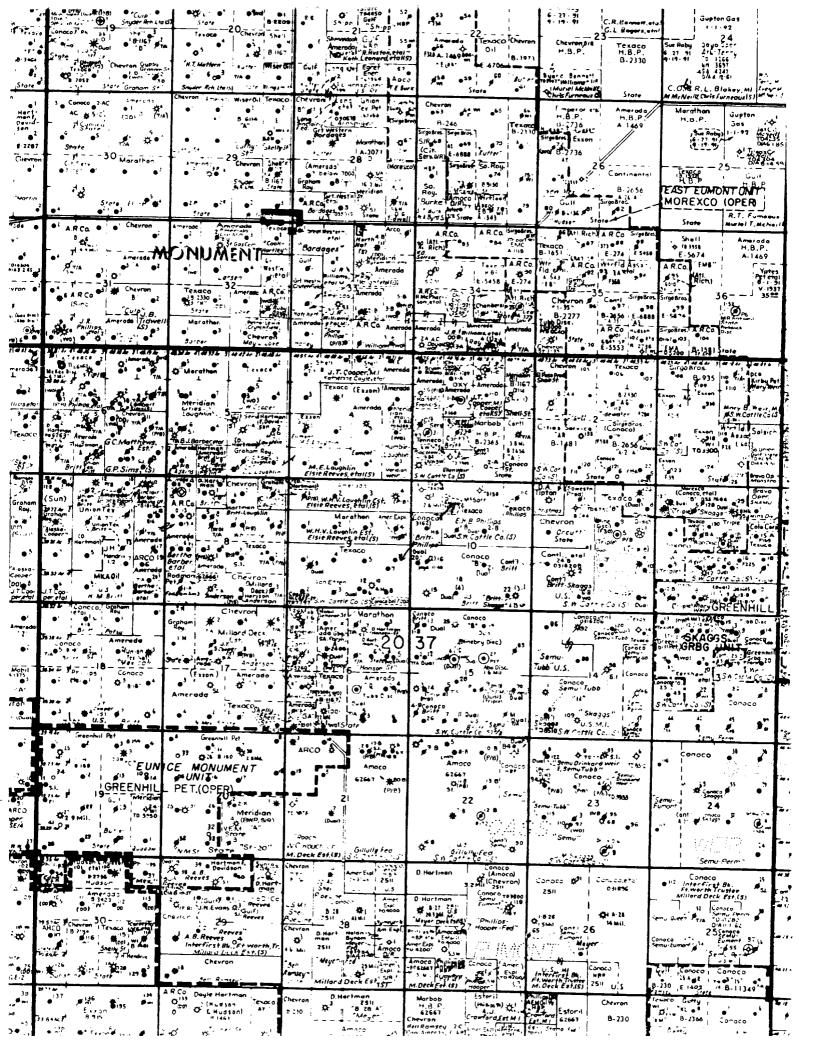
BRITT PHILLIPS NO. 2 330' FWL & 2310' FNL Section 10 - T20S - R37E Lea County, New Mexico

AMERADA HESS 2207 Industrial Midland, Texas 79701

CONOCO, INC. 10 Desta Drive - Suite 100W Midland, Texas 79705

MARATHON OIL P.O. Box 552 Midland, Texas 79702

TEXACO INC. P.O. Box 3109 Midland, Texas 79702



SANTA FE, NEW MEXICO 87501

Revised 10-1-

All distances must be from the outer boundaries of the Section Operator Arrington Oil & Gas, Inc David H Federal Phillips Unil Letter County E 10 20 South 37 East Lea Actual Fastage Location of Well: 2310.0 330.0 North West feet from the line and Ground Level Clev. Producing Formation Poul Dedicated Acreoge: 3535.0 Acre 1. Outline the acrenge 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 workin interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consoli dated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation _ ☐ No T Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side c 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 Divisio CERTIFICATION I hereby certify that the Information con tained herein is true and complete to th. best of my knowledge and belief. Name David H. Arington Oll & Gas, Inc. Position Britt Phillips # 1 (Fomerly Conoco Britt Phillips # 1) Company Date I hereby certify that the well locaticshown on this plat was platted from lielnotes of actual surveys made by me a under my supervision, and that the same Is true and correct to the best of my knowledge and belief. Date Surveyed 2-16-1990 Registered Professional Engineer and/gs Land Surveyor Munau Truman Gaskin Certificate No. 2126 2000

1000

TRUMAN GASKIN, Registered Surveyor

GASKIN

SURVEYING COMPANY, INCORPORATED

P. O. Box 1207 • Jal, New Mexico 88252

New Mexico #2126
Oklahoma #771

. Texas #630

P. O. Box 1207 • Jal, New Mexico 8 Phone (505) 395-3429

Survey of Well Pad and Entrance Road to David H. Arrington Oil & Gas, Incorporated Federal Britt Phillips # 2 Well Located: 2310'FNL & 330'FWL; Section 10, T-20-S, R-37-E, N.MP.M., Lea County, New Mexico

Scale 1"= 200'

SW1/4 of NW1/4; Section 10

EXISTING DAULO H.

ARRINGTON OIL F'GAS, INC.

BRITT PHILLIPS #1

200.0

330.0

NO

M 400.0

SW CORNERS JNW1/4; SEC.10, T-205, R-37-E



In Truman Gaskin do hereby certify that this plat represents a survey made on the ground, under my supervision on the

6th may 3rd Month 1990 and in to the coul of my Knowledge true and

Truman Gaskin Registered Public Surveyor
New Mexico # 2126

OIL CONSER. - A DIVISION

RE" /ED

'91 MRY 28 6M 11 00

MARATHON OIL P.O. Box 552 Midland, Texas 79702

Case 10338

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504-2088

Gentlemen:

Marathon Oil hereby waives any objections to the non-standard proration unit and unorthodox location of the Britt Phillips No. 2, Section 10-T20S-R37E, Lea County, New Mexico.

Very truly yours,

MARATHON OIL

By: Und / La - ENGINERUM MgR. Date: 5/2/191

OIL CONSERV ON DIVISION RED FED AM 8 52

AMERADA HESS 2207 Industrial Midland, Texas 79701

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division P.C. Box 2088 Santa Fe, New Mexico 87504-2088

Gentlemen:

Amerada Hess hereby waives any objections to the non-standard proration unit and unorthodox location of the Britt Phillips No. 2, Section 10-T20S-R37E, Lea County, New Mexico.

Very truly yours,

AMERADA HESS

Date:

5-13-9

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7AY 1 231

STATE OF NEW MEXICO

THE STATE OF LANDS

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

June 28, 1991

BRUCE KING GOVERNOR

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

David H. Arrington Oil & Gas, Inc. P.O. Box 2071 Midland, Texas 79702

Attention: Keith E. Logan

Administrative Order NSP-1630(L)

Dear Mr. Logan:

Reference is made to your application dated May 3, 1991, as amended by letter dated June 19, 1991, for a 40-acre non-standard gas proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 10: SW/4 NE/4 (Unit E)

It is my understanding that this unit is to be dedicated to your Britt-Phillips Well No. 2 to be drilled at an unorthodox gas well location 1980 feet from the north line and 330 feet from the west line (Unit E) of said Section 10.

By authority granted me under the provisions of Rules 2(a) 4 and 2(c) of the Special Rules and Regulations for the Eumont Gas Pool, as promulgated by Division Order No. R-8170, as amended, the above non-standard gas proration unit and unorthodox gas well location are hereby approved.

Sincerely,

William J. LeMay

Director

WJL/MES/joc

cc: Oil Conservation Division - Hobbs

Case File No. 10338

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

July 1, 1991

David H. Arrington Oil & Gas P. O. Box 2071 Midland, Texas 79702

RE:

CASE NO. 10338

ORDER NO. R-9542

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florene Davidson

OC Staff Specialist

FD/sl

cc:

BLM Carlsbad Office

Florene Clavidson

Jerry Hoover