CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

LAWYERS

MICHAEL B. CAMPBELL
WILLIAM F. CARR
BRADFORD C. BERGE
MARK F. SHERIDAN
WILLIAM P. SLATTERY

ANNIE-LAURIE COOGAN PATRICIA A. MATTHEWS MICHAEL H. FELDEWERT

JACK M. CAMPBELL
OF COUNSEL

JEFFERSON PLACE

SUITE 1 - 110 NORTH GUADALUPE

POST OFFICE BOX 2208

SANTA FE, NEW MEXICO 87504-2208
TELEPHONE: (505) 988-4421

TELECOPIER: (505) 983-6043

November 22, 1991

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

10426

Re: In the Matter of the Application of BTA Oil Producers for Approval of Simultaneous Dedication, Lea County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of BTA Oil Producers in the above-referenced case. BTA Oil Producers respectfully requests that this matter be placed on the docket for the December 19, 1991 Examiner hearings.

Very truly yours,

WILLIAM F. CARR

WFC:mlh Enclosures

cc w/enclosures:

Mr. Keith Logan BTA Oil Producers

104 South Pecos

Midland, Texas 79701

RECENVED

NOV 22 1991

OIL CONSERVATION DIV SANTA FE

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION OF BTA OIL PRODUCERS FOR APPROVAL OF SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

CASE NO. 10426

APPLICATION

COMES NOW BTA OIL PRODUCERS, through its undersigned attorneys, hereby makes application to the Oil Conservation Division for authority to simultaneously dedicate two gas wells in Lea County, New Mexico and in support of this application states:

- 1. Applicant is the operator of the 320-acre standard gas spacing and proration unit comprised of the S/2 of Section 34, Township 22 South, Range 34 East, Antelope Ridge-Atoka Field, N.M.P.M., Lea County, New Mexico, which is dedicated to the BTA Maxus B Well No. 1 located 660 feet from the South and East lines of Section 34.
- 2. Pursuant to the provisions of Division Order No. R-9009, the Maxus B Well No. 2 located 990 feet from the South line and 1,980 feet from the West line of Section 34 was shut in on January 4, 1990 when the Maxis B No. 3 Well in the NE/4 of Section 34 was completed.
- 3. Both wells in the S/2 of this section are capable of only marginal production with the Maxus B No. 1 producing at a current rate of 800 Mcf per day and the Maxus B No. 2 producing 325 Mcf per day when shut in.

NOV 22 1991

4. BTA seeks authority to return the 8026 JV-P Maxus B Well No. 2 to production at a rate not to exceed an average of 500 MCFPD on a monthly basis.

5. The S/2 of Section 34, Township 22 South, Range 34 East will be simultaneously dedicated to the 8026 JV-P Maxus B Wells No. 1 and 2.

6. Approval of this application will result in more efficient recovery of the reserves underlying this tract and will otherwise be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on December 19, 1991 and, after notice and hearing as required by law, the Division enter its Order granting this application.

Respectfully submitted,

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR BTA OIL PRODUCERS