KELLAHIN AND KELLAHIN ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

W. THOMAS KELLAHIN*

NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

February 5, 1993

Mr. William J. LeMay Oil Conservation Division 310 Old Santa Fe Trail Second Floor, Room 219 Santa Fe, New Mexico 87504



HAND DELIVERED

RE: Lockhart B Well No. 11 Application of Conoco Inc. for an Unorthodox Gas Well Location, and to Amend Order R-4988 to Simultaneously Dedicate said Well to a Previously Approved Non-Standard Proration and Spacing Unit, Eumont Gas Pool, Lea County, New Mexico

Dear Mr. LeMay:

On behalf of Conoco Inc., please find enclosed our application for its Lockhart B Well No. 11 to be drilled at an unorthodox gas well location and to amend Division Order R-4988 to simultaneously dedicate said well to a previously approved 480-acre non-standard proration and spacing unit.

We request that the Application be set for hearing on the next available Examiner's docket now scheduled for March 4, 1993.

By copy of this letter, including the Application to all parties, we are notifying them by certified mail return-receipt requested, that they have the right to appear at the hearing, to make a statement to the Division, to present evidence and cross-examine witnesses either in support of or in opposition to the Application.

Our proposed advertisement to be used for the OCD docket and for the newspaper publication is attached as Enclosure (1).

In accordance with Division Memorandum 2-90, parties who may appear in this case are hereby requested to file a Pre-Hearing Statement with the Division, copy to Applicant, not later than 4:00 PM on Friday, February 26, Mr. William J. LeMay February 8, 1993 Page Two

1993. A copy of the Pre-Hearing Statement form is attached as Enclosure (2) to be sent to those parties entitled to notice as set forth in the application.

Very truly yours, W. Thomas Kellahin

WTK/jcl Enclosures

cc: <u>With Application and Enclosure (1)</u> Jerry W. Hoover - Conoco, Inc.

CERTIFIED MAIL - RETURN RECEIPT REQUESTED:

All parties shown on Exhibit "B" of the application with Enclosure (2)

Enclosure (1)

Proposed notification/advertisement for OCD docket

Case : Application of Conoco Inc. for an unorthodox gas well location and to amend Division Order R-4988, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to allow the Applicant to simultaneously dedicate said well to a 480-acre non-standard spacing and proration unit previously approved by said Order, which consists of the E/2E/2 Section 14 and W/2 of Section 13, Township 21 South, Range 36 East, NMPM, and is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13. Said unit is located approximately miles (direction) of _____(place), New Mexico.

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

15

FFR

CASE NO.

OL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE DIVISION FOR THE PURPOSES OF CONSIDERING:

THE APPLICATION OF CONOCO INC. FOR APPROVAL OF AN UNORTHODOX GAS WELL LOCATION, AND TO AMEND ORDER R-4988 TO SIMULTANEOUSLY DEDICATE SAID WELL TO A PREVIOUSLY APPROVED NON-STANDARD SPACING AND PRORATION UNIT, EUMONT GAS POOL, LEA COUNTY, NEW MEXICO

<u>A P P L I C A T I O N</u>

Comes now CONOCO INC., by and through its attorneys, KELLAHIN and KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to simultaneously dedicate said well to a 480-acre nonstandard spacing and proration unit previously approved by Division Order R-4988 and consisting of the E/2E/2 Section 14 and W/2 of Section 13, T21S, R36E, NMPM, which is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13. In support thereof, Applicant states:

1. Applicant, Conoco Inc., is the operator of an approved 480-acre non-standard spacing and proration unit consisting of the E/2E/2 of Section 14 and the W/2 of Section 13, T21S, R36E, NMPM, for gas production from the Eumont Gas Pool and currently dedicated to its Lockhart B Well No. 9 located in Unit L of said Section 13. See Division Order R-4988 issued March 25, 1975.

2. Applicant proposes to test for additional production in the Eumont Gas Pool by drilling its Lockhart B Well No 11 at an unorthodox gas well location 660 feet FEL and 760 feet FNL of said Section 14 to be simultaneously dedicated to the previously approved 480acre non-standard proration and spacing unit described above.

3. The proposed well will be located within the current boundaries of the Eumont Gas Pool and is subject to special rules and regulations promulgated by Division Order R-8170 which provides in Rule 2(b) that a standard well location for a proration and spacing unit containing 480-acres would be not closer than 990 feet from the north or west boundaries of this spacing unit.

4. The proposed well will be closer to the west and north side boundaries of the spacing unit than permitted by Eumont Gas Pool rules and therefore will be an unorthodox gas well location. 5. The proposed unorthodox gas well location is necessary in order to test for potential production in a portion of the Eumont Gas Pool which has not previously been developed.

6. Approval of the application will afford the applicant the opportunity to produce its just and equitable share of the hydrocarbons in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

7. In accordance with Division Rule 1207, Applicant has notified those affected parties towards whom the proposed location encroaches, with the names and addresses of those parties set forth on Exhibit B.

WHEREFORE, Applicant requests that, after notice and hearing, this Application be approved as requested.

Respectfully submitted,

KELLAHIN and KELLAHIN,

BY: W. Thomas Kellahin

P. O. Box 2265 / Santa Fe, New Mexico 87504 (505) 982-4285 ATTORNEYS FOR APPLICANT

Submit to Appropriate District Office State Lease - 4 copies Fet Lease - 3 copies

DISTRICT I P.O. Box 1980, Hobbe, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

				11				Wall No.		
perator				Lease				Well No.		
Conoco,	ومحمد الكالان فالكان فالكان والمتحد والمتحد والمح	· · · · · · · · · · · · · · · · · · ·		<u></u>	khart B	· · · · · · · · · · · · · · · · · · ·	10	11		
it Løter	Section	Township		Range			County			
<u>A</u>	14		215		36E	NMPM_	l	Lea		
hual Footage Loca	uton of Well:									
760	feet from the	North	line and	Pool	660	feet from i	he west	Dedicated Acreage:		
und level Elev.	{	g Formation	A					-		
	the screage dedicate	n Rivers -	And a second sec		Gas Pool			480 Acres		
3. If more unitizat	e than one lease is dec e than one lease of dif tion, force-pooling, et Yes	Terent ownership i c.?] No If at	s dedicated to th uswer is "yes" ty	s well, have the i pe of cousolidation	na	ers been consol	idated by comm			
this form No allow	if neccessary able will be assigned non-standard unit, eli	to the well until al	interests have b	cen consolidated	(by communitizat			g, or otherwise)		
		TRANSPORTER FOR	yammun			mmr	OPERAT	OR CERTIFICATION		
	Section 14	_	1	Section 13			I hereby certify that the informa			
					· · · · · · · · · · · · · · · · · · ·		ignature ignature vinted Nature (Jerry 1 ostition	n in true and complete to hedge and belief. W. Hoover No. Hoover		
	48	0-acre NS	3PU C	order No.	R-4988		Conoco Conoco bate 2/4/93 SURVEY	, Inc.		
			<u>-660'</u>	o ⁹			on this plat w sctual surveys supervison, an correct to the belief.	y that the well location sl ves plotted from field note made by me or under d that the same is true e best of my knowledge		
				1980			Date Surveyed Signature & Se Professional Si			
	anna m ti	· .		~			Certificate No.			

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088 Form C-102 Revised 1-1-89 Т

EXHIBIT "B" One Page

LOCKHART B #11 UNORTHODOX LOCATION

DFFSET OPERATORS

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

Meridian Oil Co. 3300 N. "A" Street Midland, Tx. 79705

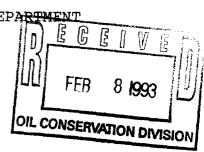
Texaco Exploration & Production P.O. Box 3109 Midland, TX 79702

Lewis Burleson Inc. P.O. Box 2479 Midland, TX 79702

John Hendrix Corp. 223 W. Wall, Ste. 525 Midland, TX 79701

Exxon USA P.O. Box 2180 Midland, TX 77252 STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE DIVISION FOR THE PURPOSES OF CONSIDERING:



CASE NO.

THE APPLICATION OF CONOCO INC. FOR APPROVAL OF AN UNORTHODOX GAS WELL LOCATION, AND TO AMEND ORDER R-4988 TO SIMULTANEOUSLY DEDICATE SAID WELL TO A PREVIOUSLY APPROVED NON-STANDARD SPACING AND PRORATION UNIT, EUMONT GAS POOL, LEA COUNTY, NEW MEXICO

APPLICATION

Comes now CONOCO INC., by and through its attorneys, KELLAHIN and KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to simultaneously dedicate said well to a 480-acre nonstandard spacing and proration unit previously approved by Division Order R-4988 and consisting of the E/2E/2 Section 14 and W/2 of Section 13, T21S, R36E, NMPM, which is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13. In support thereof, Applicant states:

1. Applicant, Conoco Inc., is the operator of an approved 480-acre non-standard spacing and proration unit consisting of the E/2E/2 of Section 14 and the W/2 of Section 13, T21S, R36E, NMPM, for gas production from the Eumont Gas Pool and currently dedicated to its Lockhart B Well No. 9 located in Unit L of said Section 13. See Division Order R-4988 issued March 25, 1975.

2. Applicant proposes to test for additional production in the Eumont Gas Pool by drilling its Lockhart B Well No 11 at an unorthodox gas well location 660 feet FEL and 760 feet FNL of said Section 14 to be simultaneously dedicated to the previously approved 480acre non-standard proration and spacing unit described above.

3. The proposed well will be located within the current boundaries of the Eumont Gas Pool and is subject to special rules and regulations promulgated by Division Order R-8170 which provides in Rule 2(b) that a standard well location for a proration and spacing unit containing 480-acres would be not closer than 990 feet from the north or west boundaries of this spacing unit.

4. The proposed well will be closer to the west and north side boundaries of the spacing unit than permitted by Eumont Gas Pool rules and therefore will be an unorthodox gas well location. 5. The proposed unorthodox gas well location is necessary in order to test for potential production in a portion of the Eumont Gas Pool which has not previously been developed.

6. Approval of the application will afford the applicant the opportunity to produce its just and equitable share of the hydrocarbons in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

7. In accordance with Division Rule 1207, Applicant has notified those affected parties towards whom the proposed location encroaches, with the names and addresses of those parties set forth on Exhibit B.

WHEREFORE, Applicant requests that, after notice and hearing, this Application be approved as requested.

Respectfully submitted,

KELLAHIN and KELLAHIN,

BY: Thomas Kellahin W. P. O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285 ATTORNEYS FOR APPLICANT

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

.

DISTRICT | P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

WELL LOCATION AND ACREAGE DEDICATION PLAT

erator			Lea		Well No.		
Conoco,	Inc.		}	Lockhart B			11
a Lotter	Section	Township	Ran			County	
A	14		215	36E	NMPM		Lea
ual Footage Lo							
760	feet from the	North	line and	660	feet from	he We	st line
und level Elev.	Procha	ing Formation	Poo	1			Dedicated Acreage:
		ven Rivers -		umont Gas Pool			480 Acres
2. lf ma	re than one lease is a	ledicated to the well, (outline each and iden	r hackure marks on the pl tify the ownership thereou 1, have the interest of all o	f (both as to working		
If answ		No Ifan	swer is "yes" type of ions which have setu	consolidation	Use reverse side of		
No allo	n if neccessary wable will be assigne a non-standard unit,	d to the well until all eliminating such inter	interests have been c est, has been approve	consolidated (by communi ad by the Division.	itization, unitization	<u></u>	·······
				1		OPER/	TOR CERTIFICATION
	Section 14	€ 11 80-acre NS	SPU Ord	Section 13		ontained ha est of my bu ignature rinted Name (Jerry ostition Sr. (Company	W. Hoover Conservation Coord
			<u></u> _0 ⁹			l hereby ce on this pla octual surv supervison,	EYOR CERTIFICATION rify that the well location so t was plotted from field not eye made by me or under and that the same is true the best of my knowledge red
		·	1980'			Signature & Professiona	
	3					Certificate	Na.

EXHIBIT "A" __ One Page

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088 Form C-102 Revised 1-1-89

T

EXHIBIT "B" One Page

LOCKHART B #11 UNORTHODOX LOCATION

OFFSET OPERATORS

Chevron USA Inc. P.O. Box 1150 Midland, TX 79702 Meridian Oil Co. 3300 N. "A" Street Midland, Tx. 79705

Texaco Exploration & Production P.O. Box 3109 Midland, TX 79702

John Hendrix Corp. 223 W. Wall, Ste. 525 Midland, TX 79701 P.O. Box 2479 Midland, TX 79702

Lewis Burleson Inc.

Exxon USA P.O. Box 2180 Midland, TX 77252

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

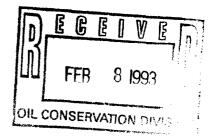
W. THOMAS KELLAHIN*

NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

February 5, 1993

Mr. William J. LeMay Oil Conservation Division 310 Old Santa Fe Trail Second Floor, Room 219 Santa Fe, New Mexico 87504 Telephone (505) 982-4285 Telefax (505) 982-2047



HAND DELIVERED

RE: Lockhart B Well No. 11 Application of Conoco Inc. for an Unorthodox Gas Well Location, and to Amend Order R-4988 to Simultaneously Dedicate said Well to a Previously Approved Non-Standard Proration and Spacing Unit, Eumont Gas Pool, Lea County, New Mexico

Dear Mr. LeMay:

On behalf of Conoco Inc., please find enclosed our application for its Lockhart B Well No. 11 to be drilled at an unorthodox gas well location and to amend Division Order R-4988 to simultaneously dedicate said well to a previously approved 480-acre non-standard proration and spacing unit.

We request that the Application be set for hearing on the next available Examiner's docket now scheduled for March 4, 1993.

By copy of this letter, including the Application to all parties, we are notifying them by certified mail return-receipt requested, that they have the right to appear at the hearing, to make a statement to the Division, to present evidence and cross-examine witnesses either in support of or in opposition to the Application.

Our proposed advertisement to be used for the OCD docket and for the newspaper publication is attached as Enclosure (1).

In accordance with Division Memorandum 2-90, parties who may appear in this case are hereby requested to file a Pre-Hearing Statement with the Division, copy to Applicant, not later than 4:00 PM on Friday, February 26, Mr. William J. LeMay February 8, 1993 Page Two

1993. A copy of the Pre-Hearing Statement form is attached as Enclosure (2) to be sent to those parties entitled to notice as set forth in the application.

Very truly yours, W. Thomas Kellahin

WTK/jcl Enclosures

cc: <u>With Application and Enclosure (1)</u> Jerry W. Hoover - Conoco, Inc.

CERTIFIED MAIL - RETURN RECEIPT REQUESTED: All parties shown on Exhibit "B" of the application with Enclosure (2)

Enclosure (1)

Proposed notification/advertisement for OCD docket

Application of Conoco Inc. for an Case : unorthodox gas well location and to amend Division Order R-4988, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to allow the Applicant to simultaneously dedicate said well to a 480-acre non-standard spacing and proration unit previously approved by said Order, which consists of the E/2E/2 Section 14 and W/2 of Section 13, Township 21 South, Range 36 East, NMPM, and is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13. Said unit is located approximately miles _____ (direction) of ______ (place), New Mexico.

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION Ę

6 15

FFR

CASE NO.

OF CONSERVATION DIVISION 1)(e/iX

IN THE MATTER OF THE HEARING CALLED BY THE DIVISION FOR THE PURPOSES OF CONSIDERING:

THE APPLICATION OF CONOCO INC. FOR APPROVAL OF AN UNORTHODOX GAS WELL LOCATION, AND TO AMEND ORDER R-4988 TO SIMULTANEOUSLY DEDICATE SAID WELL TO A PREVIOUSLY APPROVED NON-STANDARD SPACING AND PRORATION UNIT, EUMONT GAS POOL, LEA COUNTY, NEW MEXICO

<u>A P P L I C A T I O N</u>

Comes now CONOCO INC., by and through its attorneys, KELLAHIN and KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to simultaneously dedicate said well to a 480-acre nonstandard spacing and proration unit previously approved by Division Order R-4988 and consisting of the E/2E/2 Section 14 and W/2 of Section 13, T21S, R36E, NMPM, which is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13.

In support thereof, Applicant states:

1. Applicant, Conoco Inc., is the operator of an approved 480-acre non-standard spacing and proration unit consisting of the E/2E/2 of Section 14 and the W/2 of Section 13, T21S, R36E, NMPM, for gas production from the Eumont Gas Pool and currently dedicated to its Lockhart B Well No. 9 located in Unit L of said Section 13. See Division Order R-4988 issued March 25, 1975.

2. Applicant proposes to test for additional production in the Eumont Gas Pool by drilling its Lockhart B Well No 11 at an unorthodox gas well location 660 feet FEL and 760 feet FNL of said Section 14 to be simultaneously dedicated to the previously approved 480acre non-standard proration and spacing unit described above.

3. The proposed well will be located within the current boundaries of the Eumont Gas Pool and is subject to special rules and regulations promulgated by Division Order R-8170 which provides in Rule 2(b) that a standard well location for a proration and spacing unit containing 480-acres would be not closer than 990 feet from the north or west boundaries of this spacing unit.

4. The proposed well will be closer to the west and north side boundaries of the spacing unit than permitted by Eumont Gas Pool rules and therefore will be an unorthodox gas well location. 5. The proposed unorthodox gas well location is necessary in order to test for potential production in a portion of the Eumont Gas Pool which has not previously been developed.

6. Approval of the application will afford the applicant the opportunity to produce its just and equitable share of the hydrocarbons in the Eumont Gas Pool and will otherwise prevent waste and protect correlative rights.

7. In accordance with Division Rule 1207, Applicant has notified those affected parties towards whom the proposed location encroaches, with the names and addresses of those parties set forth on Exhibit B.

WHEREFORE, Applicant requests that, after notice and hearing, this Application be approved as requested.

Respectfully submitted,

KELLAHIN and KELLAHIN,

BY: W. Thomas Kellahin P. O. Box 2265

Santa Fe, New Mexico 87504 (505) 982-4285 ATTORNEYS FOR APPLICANT

EXHIBIT "A" _ One Page

-

State of New Mexico Energy, Minerals and Natural Resources Department

.

. . . .

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

DISTRICT 1 P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

				~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	Lease				Well No.	······	
Conoco, Inc.									11		
and the second s					f	khart B				11	
Unit Letter	Section		Township		Range			County			
A		14		215		<u>36E</u>	NMPN	1	Lea		
Actual Footage Los	cation of We	u:									
760	feet from	the	North	line and		660	feet from	athe Wes	t line		
Ground level Elev.			Fontation		Pool				Dedicated Acr	eage:	
		Seve	n Rivers -	Queen	Eumont	Gas Pool			480	Acres	
1 Outlin	ne the screat		to the subject wel		And the second sec		elow.				
2. If mo	re than one.	lense is dedi	icated to the well,	outline each and	identify the ow	nonhip thereof (b	cth as to work	_			
	ation, force-										
	Yes	• •		zwer is "yes" tyj	os of consolidati						
If answe	r is "no" lis	t the owners	and tract descript	ions which have	actually been of	eeU) hetsbiloan	reverze zide o	×.			
	n if neccessi									<u>.</u>	
			o the well until all				uon, uniuzitio	on, forced-pool	ng, or otherwise)		
or unui			minating such inter		proved by the D						
	j		LET DE LE	T THE REAL PROPERTY OF THE PARTY OF THE PART		<u>AIRIUSIIKUUU</u>	mmne	OPERA'	TOR CERTIF	ICATION	
	Sectio	n14.	_		Sectio	n 13		I hereby certify that the information			
1	3	i i	760	1	Section	JH 15	E	contained her	tin in true and	complete to the	
1	3		ř.						wiedge and belief		
			¥			1	Ē		-		
			0	1		1	Ē	Signature	111	1	
		1	1 660'	<b>1</b> .		1	E I	( /01	x x X [A]]	Arreno.	
1	3					<b>I</b> .	Ē	Primer Name	V 111	VIII 2 th	
						I	E				
				╉━╍━━		i		and the second secon	W. Hoover		
						1		Position			
						1		Sr. Co	onservatio	on Coord.	
						1		Company			
	i i i					1	Ē	Conoco	o, Inc.		
ł				- <b>-</b>		:	E	Date			
	-	480	D-acre NS	SPU C	rder No.	R-4988	2	2/4/9:	3		
				1		-					
		1				ļ		SURVE	YOR CERTI	FICATION	
				1	مير هي <del>المحمد المحمد عليه ا</del>	<b>F</b>		]			
1								I hareby card	ify that the wei	I location show	
						1	E.	on this plat	was plotted fro	vn field notes o	
		3		660'	0	1	Ę.			e or under m	
		1			ວິ	1	E	supervison, o	ind that the so	ume is true and	
					Ā	1		•	he best of my	knowledge an	
		1			1		<u> </u>	belief.			
						1	Ę	Date Surveye	d		
						İ			-		
				T	<b>_</b>	, <b>_</b> _		Firmation &	Sant and		
					5	1	Ē	Signature & . Professional	Serveyor		
				I	1980'	1	Ē				
ł	1	1		1	-	}	5	1			
				1		1					
1	1				ł	i	Ξ	l			
1	1			1	1	1	F	1			
			•	T -	]	ļ	E	Certificate N	n		
L				<u> </u>	1		E		-		
1 <u>1</u> 1	1				terre in the	· · · · ·	1 1	Evhihi	+ "A" Or	Do Dogo	

Form C-102 Revised 1-1-89 EXHIBIT "B" One Page

## LOCKHART B #11 UNORTHODOX LOCATION

### **OFFSET OPERATORS**

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

Texaco Exploration & Production P.O. Box 3109 Midland, TX 79702

John Hendrix Corp. 223 W. Wall, Ste. 525 Midland, TX 79701 Meridian Oil Co. 3300 N. "A" Street Midland, Tx. 79705

Lewis Burleson Inc. P.O. Box 2479 Midland, TX 79702

Exxon USA P.O. Box 2180 Midland, TX 77252

EXHIBIT "B" One Page

## KELLAHIN AND KELLAHIN

117 NORTH GUADALUPE

POST OFFICE BOX 2265

ATTORNEYS AT LAW EL PATIO BUILDING

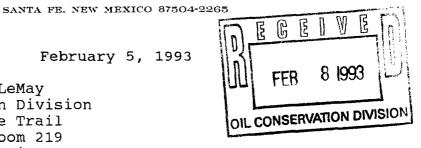
W. THOMAS KELLAHIN*

NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESCURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

February 5, 1993

Mr. William J. LeMay Oil Conservation Division 310 Old Santa Fe Trail Second Floor, Room 219 Santa Fe, New Mexico 87504 TELEPHONE (505) 982-4285 TELEFAX (505) 982-2047



HAND DELIVERED

RE: Lockhart B Well No. 11 Application of Conoco Inc. for an Unorthodox Gas Well Location, and to Amend Order R-4988 to Simultaneously Dedicate said Well to a Previously Approved Non-Standard Proration and Spacing Unit, Eumont Gas Pool, Lea County, New Mexico

Dear Mr. LeMay:

On behalf of Conoco Inc., please find enclosed our application for its Lockhart B Well No. 11 to be drilled at an unorthodox gas well location and to amend Division Order R-4988 to simultaneously dedicate said well to a previously approved 480-acre non-standard proration and spacing unit.

We request that the Application be set for hearing on the next available Examiner's docket now scheduled for March 4, 1993.

By copy of this letter, including the Application to all parties, we are notifying them by certified mail return-receipt requested, that they have the right to appear at the hearing, to make a statement to the Division, to present evidence and cross-examine witnesses either in support of or in opposition to the Application.

Our proposed advertisement to be used for the OCD docket and for the newspaper publication is attached as Enclosure (1).

In accordance with Division Memorandum 2-90, parties who may appear in this case are hereby requested to file a Pre-Hearing Statement with the Division, copy to Applicant, not later than 4:00 PM on Friday, February 26,

Mr. William J. LeMay February 8, 1993 Page Two

1993. A copy of the Pre-Hearing Statement form is attached as Enclosure (2) to be sent to those parties entitled to notice as set forth in the application.

Very truly yours, W. Thomas Kellahin

WTK/jcl Enclosures

cc: <u>With Application and Enclosure (1)</u> Jerry W. Hoover - Conoco, Inc.

## **<u>CERTIFIED MAIL - RETURN RECEIPT REQUESTED:</u>** All parties shown on Exhibit "B" of the application

with Enclosure (2)

#### Enclosure (1)

Proposed notification/advertisement for OCD docket

Case Application of Conoco Inc. for an : unorthodox gas well location and to amend Division Order R-4988, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks approval to drill its Lockhart B Well No 11 at an unorthodox gas well location 760 feet from the North line and 660 feet from the East line (Unit A) of Section 14, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool and to amend Division Order R-4988 to allow the Applicant to simultaneously dedicate said well to a 480-acre non-standard spacing and proration unit previously approved by said Order, which consists of the E/2E/2 Section 14 and W/2 of Section 13, Township 21 South, Range 36 East, NMPM, and is currently dedicated to the Lockhart B Well No. 9 located in Unit L of said Section 13. Said unit is located approximately miles (direction) of _____(place), New Mexico.