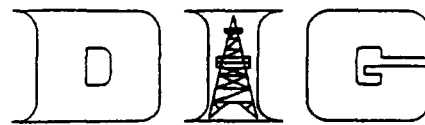
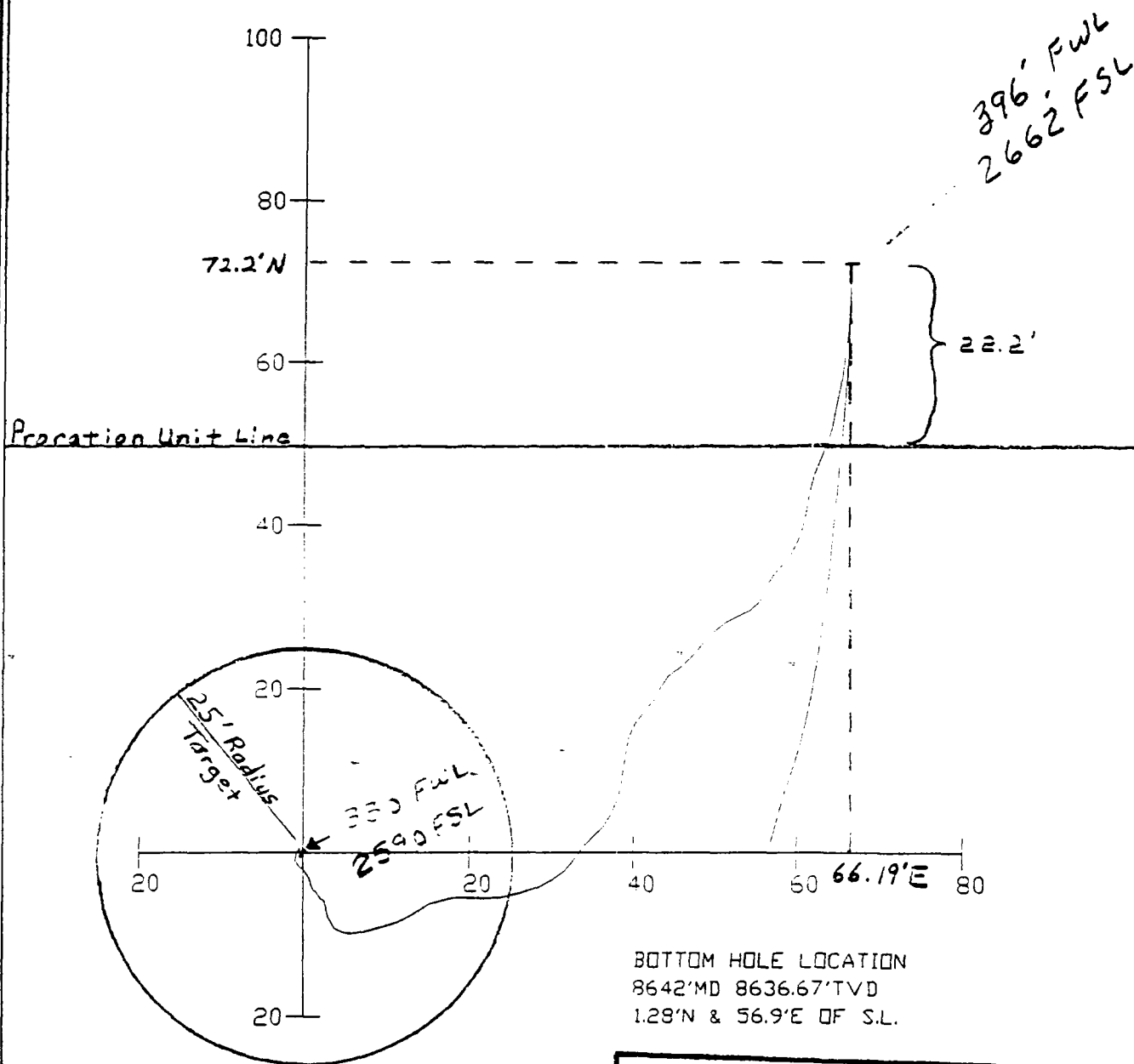


H.L. BROWN
FEDERAL 27 #2
ROOSEVELT COUNTY, N.M.



HORIZONTAL PLAN
SCALE: 20 FEET/DIVISION



BOTTOM HOLE LOCATION
8642' MD 8636.67' TVD
1.28' N & 56.9' E OF S.L.

BEFORE EXAMINER

Oil Conservation Division

BROWN Exhibit No. 3

Case No. 10900

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

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION
FOR THE PURPOSE OF CONSIDERING:

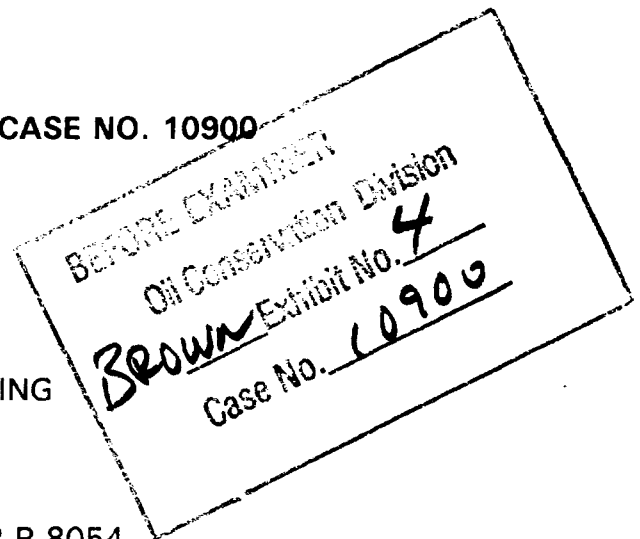
CASE NO. 10900

APPLICATION OF H.L. BROWN
TO AMENDED ORDER R-9935 TO APPROVE
AN UNORTHODOX GAS WELL LOCATION,
ROOSEVELT COUNTY, NEW MEXICO.

CERTIFICATE OF MAILING

AND

COMPLIANCE WITH ORDER R-8054



W. THOMAS KELLAHIN, attorney in fact and authorized representative of H. L. Brown, states that the notice provisions of Division Rule 1207 (Order R-8054) have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice, that on the 12th day of January 1994, I caused to be mailed by certified mail return-receipt requested notice of this hearing and a copy of the application for the above referenced case along with the cover letter, at least twenty days prior to the hearing set for February 3, 1994, to the parties shown in the application as evidenced by the attached copies of return receipt cards, and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.



W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 1st day of FEBRUARY, 1994.



Notary Public

My Commission Expires:
June 7, 1994

P 321 001 092



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Seabrook Corporation
535 17th Street, Suite 1000
Denver, CO 80202-3910

800, June 1991

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services so that we can deliver your mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Seabrook Corporation
535 17th Street, Suite 1000
Denver, CO 80202-3910

4a. Article Number

321 001 092

4b. Service Type

- | | |
|--|--|
| <input checked="" type="checkbox"/> Registered | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Certified | <input type="checkbox"/> COD |
| <input type="checkbox"/> Express Mail | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

7. Date of Delivery

1/14/94

5. Signature (Addressee)

6. Signature (Agent)

PS Form 3811, December 1991

★U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

P 321 001 093



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Sheep Mountain Roayty
Company
P.O. Box 2237
Midland, Texas 79702-2237

PS Form 3800, June 1991

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.

H. L. Brown
01/12/94

so that we can
back if space

- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Sheep Mountain Roayty
Company
P.O. Box 2237
Midland, Texas 79702-2237

4a. Article Number

321 001 093

4b. Service Type

- | | |
|--|--|
| <input checked="" type="checkbox"/> Registered | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Certified | <input checked="" type="checkbox"/> COD |
| <input type="checkbox"/> Express Mail | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

7. Date of Delivery

JAN 14 1994

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991

★U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

P 321 001 087



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

R. E. Smith Trust
Ms. Suzanne Benson
Suite 1050
1900 West Loop South
Houston, Texas 77027

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt (Following to Whom & Date Delivered)	
Return Receipt (Following to Whom & Date Delivered)	
TOTAL POSTAGE & Fees	\$
Postmark & Date	

PS Form 3800, June 1991

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

H. L. Brown
01/12/94

so that we can
back if space

I also wish to receive the
following services (for an extra
fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

R. E. Smith Trust
Ms. Suzanne Benson
Suite 1050
1900 West Loop South
Houston, Texas 77027

4a. Article Number

321 001 087

4b. Service Type

- | | |
|--|--|
| <input checked="" type="checkbox"/> Registered | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Certified | <input type="checkbox"/> COD |
| <input type="checkbox"/> Express Mail | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

7. Date of Delivery

1-14-94

5. Signature (Addressee)

Linda Mosley

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

P 321 001 089



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

**Minerals Management
Service Royalty
Box 5810
Denver, Co 80217-5810**

Postage Fee	
Return Receipt Fee	
Registered Delivery Fee	
Return Receipt (Following No Insurance & Late Delivered)	
Return Receipt (Following Date and Addressed - 12/15)	
Postage & Insurance	\$
Postmark of Date	

100, June 1991

**H. L. Brown
01/12/94**

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional service.

H. L. Brown

01/12/94

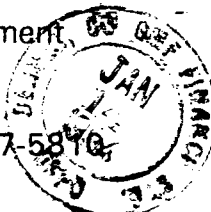
n so that we can

Address and return to the front of the mailpiece, or on the back if space does not permit.

- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

**Minerals Management
Service Royalty
Box 5810
Denver, Co 80217-5810**



5. Signature (Addressee)

CHAMPION MESSENGER

6. Signature (Agent)

**P.O. BOX 6954
DENVER, CO 80206**

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address

2. ☐ Restricted Delivery

Consult postmaster for fee.

4a. Article Number

321 001 089

4b. Service Type

☒ Registered ☐ Insured

☐ Certified ☐ COD

☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery

1-14-94

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the back?

SENDER:
H. L. Brown
01/12/94

n so that we can
back if space

I also wish to receive the following services (for an extra fee):
1. ☐ Addressee's Address
2. ☐ Restricted Delivery
Consult postmaster for fee.

Write "Return Receipt Requested" on the mailpiece below the article number.
The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:
Ronadero Company, Inc
P.O. Box 430
Roswell, NM 88202-0430

4a. Article Number
321 001 094

4b. Service Type
☒ Registered ☐ Insured
☐ Certified ☐ CDD
☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery
1-14-94

5. Signature (Addressee)
[Signature]

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 ★U.S. GPO: 1992-323-402 **DOMESTIC RETURN RECEIPT**

Thank you for using Return Receipt Service.

P 321 001 094



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Ronadero Company, Inc
P.O. Box 430
Roswell, NM 88202-0430

3800, June 1991

Article Number	
Article Description	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

H. L. Brown
01/12/94

321 001 086



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Estate of Vivian L. Smith
Attention: Ms. Suzanne Benson
Suite 1050
1900 West Loop South
Houston, Texas 77027

800, June 1991

Certified Fee	
Special Delivery Fee	
Registered Delivery Fee	
Return Receipt (including to Whom & Date Delivered)	
Return Receipt (including to Whom Date and Addressee's Address)	
POSTAGE & Fees	\$
Postmark or Date	

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

H. L. Brown
01/12/94

so that we can

- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Estate of Vivian L. Smith
Attention: Ms. Suzanne Benson
Suite 1050
1900 West Loop South
Houston, Texas 77027

4a. Article Number

321 001 086

4b. Service Type

- | | |
|--|--|
| <input checked="" type="checkbox"/> Registered | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Certified | <input type="checkbox"/> COD |
| <input type="checkbox"/> Express Mail | <input checked="" type="checkbox"/> Return Receipt for Merchandise |

7. Date of Delivery

1-14-94

5. Signature (Addressee)

Suzanne Benson

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

P 321 001 090



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

B.A. OBrien &
E.O. O'Brien
5461 West Kent Place
Denver, CO 80235-2928

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

3800, June 1991

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

H. L. Brown
01/12/94

so that we can

- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

B.A. OBrien &
E.O. O'Brien
5461 West Kent Place
Denver, CO 80235-2928

4a. Article Number

321 001 090

4b. Service Type

- ☒ Registered ☐ Insured
☐ Certified ☐ COD
☐ Return Receipt for Merchandise

7. Date of Delivery

Address (Only if requested and fee is paid)

5. Signature (Addressee)

6. Signature (Agent)

PS Form 3811, December 1991

U.S. GPO: 1992-225-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

H. L. Brown
01/12/94

so that we can

I also wish to receive the following services (for an extra fee):

- 1. ☐ Addressee's Address
 - 2. ☐ Restricted Delivery
- Consult postmaster for fee.

Write "Return Receipt Requested" on the mailpiece below the article number. The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

Clem E. George
401 W. Texas, Suite 501.
Midland, Texas 79701

4a. Article Number

321 001 084

4b. Service Type

- ☐ Registered ☐ Insured
- ☐ Certified ☐ CDD
- ☐ Express Mail ☐ Return Receipt for Merchandise

7. Date of Delivery

JAN 18 1994

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991

★U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

P 321 001 084



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
See Reverse

Clem E. George
401 W. Texas, Suite 501.
Midland, Texas 79701

800 June 1991

Return Receipt showing to whom & Date Delivered	
Return Receipt showing to whom Date and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

H. L. Brown
01/12/94

P 321 001 088



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Engineer's Trust # 1
P.O. Box 2237
Midland, Texas 79702-2237

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt (showing to whom & date delivered)	
Return Receipt (showing to addressee's address)	
TOTAL postage & fees	\$
Postmark or Date	

H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER: H. L. Brown 01/12/94 • Attach this receipt if the return address does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date delivered.		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: Engineer's Trust # 1 P.O. Box 2237 Midland, Texas 79702-2237	4a. Article Number 321 001 088	Thank you for using Return Receipt Service.
5. Signature (Addressee) 6. Signature (Agent) 	4b. Service Type <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
	7. Date of Delivery JAN 13 1994	
		8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991 U.S. GPO: 1992-323-402 **DOMESTIC RETURN RECEIPT**

P 321 001 085



**Receipt for
Certified Mail**

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Betty S. George
c/o Clem E. George
401 W. Texas, Suite 501
Midland, Texas 79701

PS Form 3800, June 1991

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, and Addressee's Address	
TOTAL Postage & Fees	\$

Postmark or Date
H. L. Brown
01/12/94

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services

H. L. Brown
01/12/94

so that we can
ack if space

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

Betty S. George
c/o Clem E. George
401 W. Texas, Suite 501
Midland, Texas 79701

4a. Article Number

321 001 085

4b. Service Type

- ☒ Registered ☐ Insured
☐ Certified ☐ COD
☐ Express Mail ☒ Return Receipt for Merchandise

7. Date of Delivery

JAN 18 1994

5. Signature (Addressee)

6. Signature (Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1991

*U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

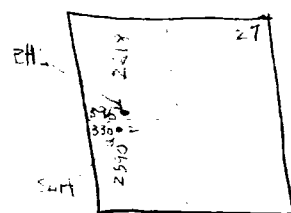
5280

Case 10900 - H.L. Brown - Unorthodox Gas Well Loc.
 Amend Div. Order No. R-9935
 Roosevelt Co. (Hobbs Dist)

Tom K - H.L. Brown, - W.I. all the same
 John Gray (Engr. Witness) ~~W.I.~~ ~~#~~

- Wolfcamp N Pod of reservoir - Wolfcamp tested at 320 MCF/day - 2 bbls cond.
- Well makes less condensate
- All W.I. owners agree to WC well + 320,

Blitt Wolfcamp - statewide since 1988 - 320 spacing
 (Est. 2-26-60) 660 side; 1980 end; 330 from $\frac{1}{4}$ $\frac{1}{4}$.
 BHL only 22' from $\frac{1}{4}$ $\frac{1}{4}$



Questions:

- West offsets?
- Was notice given to all offset proration units.
- Could well have qualified for an Administrative approval.
- Where is OKRI.
- W.I.
- Was ~~any~~ Dev well a new well - yes.
- ? on CAOF -

TWA

JAN 28 1991

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

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 10900

APPLICATION OF H. L. BROWN
TO AMENDED ORDER R-9935 TO APPROVE
AN UNORTHODOX GAS WELL LOCATION,
ROOSEVELT COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by H. L. BROWN,
JR. as required by the Oil Conservation Division.

APPEARANCE OF PARTIES

APPLICANT

H. L. Brown Jr.
P. O. Box 2237
Midland, Texas 79702-2237
Attn: Q. Peter Courtney
(915) 683-5216

ATTORNEY

W. Thomas Kellahin
KELLAHIN AND KELLAHIN
P.O. Box 2265
Santa Fe, NM 87504
(505) 982-4285

OPPOSITION OR OTHER PARTY

ATTORNEY

None

STATEMENT OF CASE

APPLICANT

H. L. Brown, Jr., has the right to drill and operate the W/2 of Section 27, T7S, R37E, NMPM, Roosevelt County, New Mexico.

On August 9, 1993, the Division issued Order R-9935 which authorized H. L. Brown, Jr. to drill his Federal #27-2 Well at an unorthodox oil well location 330 feet FWL and 2590 feet FSL of said Section 27 and to dedicate the N/2SW/4 of said Section 27 as a standard 80-acre oil spacing and proration unit for production from the North Bluitt Siluro-Devonian Pool.

The Special Rules and Regulations for the North Bluitt Siluro-Devonian Pool (Order R-8586) required wells to be located within 150 feet of the center of a quarter-quarter section.

H. L. Brown, Jr. drilled his Federal #27-2 Well and tested the North Bluitt Siluro-Devonian Pool but was unable to establish economic production in that pool.

H. L. Brown, Jr. recompleted his Federal #27-2 Well to the Bluitt-Wolfcamp Gas Pool and desires to amend Order R-9935 to authorize production from said Wolfcamp formation at an unorthodox location. A directional survey for the Federal #27-2 Well has established that the top of the Wolfcamp formation is at a location 396 feet FWL and 2618 feet FNL of said Section 27 which is an unorthodox gas well location.

H. L. Brown, Jr. proposes to dedicate the W/2 of said Section 27 to this Wolfcamp production.

Pre-Hearing Statement
Case No. 10900
Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EXHIBITS
John Grey (P.E.)	25 Min.	5 exhibits

PROCEDURAL MATTERS

None applicable at this time.

KELLAHIN AND KELLAHIN

By: _____
W. Thomas Kellahin
P.O. Box 2265
Santa Fe, New Mexico 87504
(505) 982-4285