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ENERGY AND MINERALS DEPARTMENT RECEIVED

LEGA!

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410

(505) 334-6178

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

TONEY ANAYA GOVERNOR

May 18, 1984

Mr. Millard F. Carr Tenneco Oil Co. P.O. Box 3249 Englewood, CO 80155

Re: Wells in the Blanco Mesaverde Pool with 160 acre dedications.

Dear Mr. Carr:

In a letter dated May 4, 1984, (copy attached) you mentioned that there are specific NMOCD orders covering grandfathering of wells with 160 acre spacing. To my knowledge one does not exist. Order R-7046 included the wells, you listed in your letter, into the Blanco Mesaverde Pool. Please refer to that order and specifically page 18, paragraph (1).

My request for forms C-102 rededicating the acreage still stands. Failure to comply with the directives of the order or application of non-standard proration units, could result in cancellation of allowables within 30 days of the date of this letter.

If you have any questions, please contact this office.

Yours truly, 1 Ernie Busch

Geologist II

EB/dj

Enc:

Operator File XC:

BEFORE EXAMINER STOGNER OIL CONSERVATION DIVISION
TCOEXHIBIT NO18
CASE NO. 8282

Tenneco Oil Company co Comp

Western Rocky Mountain Division 3.28 P.O. Box 3249 Englewood, Colorado 80155 (303) 740-4800

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OIL CON. DIV. **Delivery Address:** 6162 South Willow Drive Englewood, Colorado 80111

May 4, 1984

Mr. Ernie Busch New Mexico Oil Conservation Division 1000 Rio Brazos Road Aztec, New Mexico 87401

Wells in the Blanco Mesaverde Pool RR: with 160 acre dedications.

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Dear Mr. Busch:

Yesterday I was furnished your letter of March 21 (copy attached) and believe you are referring to the following wells:

Baton Com "B" #1 Chacra/Mesaverde	SB	25,	29N-11W/
Bruce Sullivan Com "B" #1 - Chacra/Mesaverde	NW	25,	29N-11W
Sullivan-Frame Com "B" #1 - Chacra/Mesaverde	NW	30,	29N-11W
Bunce Com #1 - Chacra/Mesaverde	NV	19,	29N-10W /
Sullivan Frame "A" #18 - Chacra/Mesaverde	NE	30,	29N-10W
Dakota	N/2	307	29N-10W
Sullivan Gas Unit "A" #1E - Chacra/Mesaverde	SW	25,	29N-11W/
Dakota	¥/2	25,	29N-11W

Marguis G. Eaton Unit "A" #1E Chacra/Mesaverde NE 25, 29N-11W

All of these wells were drilled as undesignated Mesaverde prior to expansion of the Blanco Mesaverde pool to include their locations. Pursuant to orders of the NMOCD, the Chacra and Mesaverde were commingled, not dually completed. The last three were dualed with the Dakota.

The NMOCD was advised that this was done primarily for economic reasons and it was clearly understood by both the NMOCD and Tenneco that the 160-acre Mesaverde spacing would be grandfathered at such time as the Blanco Mesaverde pool was expanded to include these wells.

Since there are specific NMOCD orders covering these wells, it would not seem necessary to make any additional exception applications.

> Very truly yours, TENNECO OIL COMPANY

Millard F. Carr Senior Division Attorney



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION AZTEC DIGTRIC[®] OFFICE

TONEY ANAYA

1000 RIO BRAZOS ROAO AZTEC, NEW MEXICO 87410 (505) 334-6178

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March 21, 1984

Tenneco Oil Co. P.O. Box 3249 Englewood, CO 80155

Re: Wells in the Blanco Mesaverde Pool with 160 acre dedications.

Gentlemen:

A review of our records indicates that there are a number of wells in the referenced pool that have 160 acre dedications. Please review your records and submit C-102 plats rededicating 320 acres to those wells that qualify, or make application for exception, so that we can write supplements to assign allowables. The referenced wells are located in the T29N-R10W-11W area.

Yours_truly, Ernie Busch

Geologist II

EB/dj

cc: Operator File

Why, when nord 4-19-80