Called in by Ferry France FLORENE DAVIDSON OC Staff Specialist August 22, 1990 Ta Shell Western EXP Sic. amendment of Division Order No. 2-8539 Lea County Poul Rules Amend Special Poul Rules for North Eurice Blindry-Julb-herinkard Oil and Has Pool to eliminate the separate classification and regulation of gas wells and regulation of gas wells in said pool and redesignate in South Eunice - Blindry. as North Eunice - Blindry. Jebb-herinhard Oil Pool! also applicant seeks the amendment of blivision Order no. R-8541 which instituted the Northeast Drinkard Waterflood

Oil Conservation Division Santa Fe, New Mexico 87504-2088 827-5802

project to conform the provisions of the waterflood area to the new pool classification.

Further, applicant seeks to present a review of pool operations for said pool operations for said pool persuant to the provisions of blivision Order No. R-8539.

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

RECEIVED

AUG 1 3 1990

IN THE MATTER OF THE APPLICATION OF SHELL WESTERN E&P INC. FOR AMENDMENT OF DIVISION ORDER NOS. R-8539 AND R-8541, AS AMENDED, LEA COUNTY, NEW MEXICO

QIL CONSERVATION DIVISION

Case No. 10052

APPLICATION

COMES NOW the Applicant Shell Western E&P Inc. by and through its attorneys Montgomery & Andrews, P.A., and applies to Division for the amendment of Division Order Nos. R-8539 and R-8541, as amended, Lea County, New Mexico. In support of said application, applicant states:

- 1. Applicant is an interest owner in an operator of wells within the North Eunice Blinebry-Tubb-Drinkard Oil and Gas Pool in Lea County, New Mexico. Applicant also operates a waterflood known as the North Drinkard Unit Waterflood covering the area of this pool.
- 2. Applicant seeks the amendment of the Division Orders which created this pool and approved this waterflood to eliminate the separate classification and regulation of gas wells within this pool.
- 3. Applicant seeks the redesignation of this pool as the North Eunice Blinebry-Tubb-Drinkard Pool. The amendment of Division Order No. R-8541, which is sought, would conform the provisions of the waterflood order to this new pool classification.
- 4. In addition, applicant seeks to present a review of operations of this pool since its approval by Division Order No. 8539. Such review was required by Order R-8539.
- 5. Applicant has provided notice of this hearing pursuant to the provisions of Division Rule 1207.

WHEREFORE, applicant prays that the Division enter its Order amending Division Order Nos. R-8539 and R-8541 to eliminate the separate classification and regulation of gas wells within the North Eunice Blinebry-Tubb-Drinkard Oil and Gas Pool and seeks

the redesignation of this pool as the North Eunice Blinebry-Tubb-Drinkard Pool. In addition, applicant prays that the Division's Order make the proposed new rules for this pool permanent.

Respectfully Submitted,

MONTGOMERY & ANDREWS, P.A.

W. Perry Pearce

Post Office Box 2307

Santa Fe, New Mexico (505) 982-3873 87504

[WPP/9]

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

Aug 1 3 1990

IN THE MATTER OF THE APPLICATION OF SHELL WESTERN E&P INC. FOR AMENDMENT OF DIVISION ORDER NOS. R-8539 AND R-8541, AS AMENDED, LEA COUNTY, NEW MEXICO

OIL CONSERVATION DIVISION

Case No. 10052

APPLICATION

COMES NOW the Applicant Shell Western E&P Inc. by and through its attorneys Montgomery & Andrews, P.A., and applies to Division for the amendment of Division Order Nos. R-8539 and R-8541, as amended, Lea County, New Mexico. In support of said application, applicant states:

- 1. Applicant is an interest owner in an operator of wells within the North Eunice Blinebry-Tubb-Drinkard Oil and Gas Pool in Lea County, New Mexico. Applicant also operates a waterflood known as the North Drinkard Unit Waterflood covering the area of this pool.
- 2. Applicant seeks the amendment of the Division Orders which created this pool and approved this waterflood to eliminate the separate classification and regulation of gas wells within this pool.
- 3. Applicant seeks the redesignation of this pool as the North Eunice Blinebry-Tubb-Drinkard Pool. The amendment of Division Order No. R-8541, which is sought, would conform the provisions of the waterflood order to this new pool classification.
- 4. In addition, applicant seeks to present a review of operations of this pool since its approval by Division Order No. 8539. Such review was required by Order R-8539.
- 5. Applicant has provided notice of this hearing pursuant to the provisions of Division Rule 1207.

WHEREFORE, applicant prays that the Division enter its Order amending Division Order Nos. R-8539 and R-8541 to eliminate the separate classification and regulation of gas wells within the North Eunice Blinebry-Tubb-Drinkard Oil and Gas Pool and seeks

the redesignation of this pool as the North Eunice Blinebry-Tubb-Drinkard Pool. In addition, applicant prays that the Division's Order make the proposed new rules for this pool permanent.

Respectfully Submitted,

MONTGOMERY & ANDREWS, P.A.

W. Perry Pearce Post Office Box 2307

Santa Fe, New Mexico 87504

(505) 982-3873

[WPP/9]