151-811 B

Mis

March 15, 1994

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

Attention: Lloyd V. Trautman

(MPS 30 025 61)

Administrative Order NSL-811-A(SD)

Dear Mr. Trautman:

Reference is made to your application dated March 8, 1994 for an unorthodox Blinebry gas well location in an existing non-standard 80-acre gas spacing and proration unit (GPU) for said Blinebry Oil and Gas Pool comprising the W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico. Said GPU was authorized by Division Order No. NSP-995, dated May 9, 1975, and has dedicated thereon the Rollon Brunson Well No. 4, located 2086 feet from the North line and 1874 feet from the East line (Unit G) of said Section 10.

It is our understanding that the subject well in this application is currently a dually completed Tubb gas and Drinkard oil well; however, said well will be plugged back and completed as a single Blinebry gas well upon issuance of this order.

By authority granted me under the provisions of Rule 2(c) of the Special Rules and Regulations for the Blinebry Oil and Gas Pool, as promulgated by Division Order No. R-8170 as amended, the following described well located at an unorthodox Blinebry gas well location is hereby approved:

Rollon Brunson Well No. 6
536' FNL - 2104' FEL (Unit B) of said Section 10.

Also, you are hereby authorized to simultaneously dedicate Blinebry Gas production from the Rollon Brunson Well No. 6 with the Rollon Brunson Well No. 4. Furthermore, you are hereby permitted to produce the allowable assigned the subject GPU from both wells in any proportion.

Division Administrative Order NSL-811, dated December 2, 1976, which approved the Rollon Brunson Well No. A as an unorthodox gas well location in the Tubb Oil and Gas Pool is hereby

4-4

placed in abeyance until further notice.

Sincerely,

William J. LeMay Director

WJL/MES/ag

cc: Oil Conservation Division Hobbs

File: NSL-811 NSP- 995



STATE OF NEW MEXICO

SHI MERGY, MINERASS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR 3-11-94

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501
RE: Proposed: MC DHC NSL NSP SWD WFX PMX
Gentlemen:
I have examined the application for the: Chevron USAInc Rollon Brunson #6-B 10-22-37 Operator Lease & Well No. Unit S-T-R
and my recommendations are as follows:
Yours very truly Jerry Sexton Supervisor, District 1



March 29, 1994

194 APR (AM 8 49

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

ADMINISTRATIVE APPLICATION FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION BLINEBRY OIL AND GAS POOL **ROLLON BRUNSON WELL #6** 536' FNL AND 2104' FEL, UNIT B **SECTION 10, T22S, R37E** LEA COUNTY, NEW MEXICO

(ase /096>

State of New Mexico Energy, Minerals & Natural Resources Dept. Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Gentlemen:

Per your request, attached are copies of the return receipts from the offset operators to the Rollon Brunson No. 6 application submitted March 8, 1994.

The receipts from Mobil Producing and OXY USA were not returned to Chevron. Mobil called on March 23, 1994 to discuss the project, therefore they have received the notice. I contacted OXY and they indicated the notice could not be found, so a second notice was sent to OXY on March 28, 1994.

If additional information is required, please contact me at (915) 687-7152.

Sincerely,

Lloyd ♥. Trautman

Sr. Petroleum Engineer

Attachments

NMOCD - Hobbs CC:

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95 Form 3811, December 1991 & U.S.Q.P.O.: 1992-3		
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STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

April 4, 1994



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

Attention: Lloyd V. Trautman

Administrative Application For an Unorthodox Gas Well Location and Simultaneous Dedication: Rollon Brunson Well Nos. 4 and 6 W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Blinebry Oil & Gas Pool, Lea County, New Mexico.

Dear Mr. Trautman:

On April 1, 1994 the Division received an objection from Mobil Exploration & Production U. S. Inc. to the subject application, see copy of letter attached.

This application will therefore be set for hearing before a Division Hearing Examiner on the next available docket scheduled for April 28, 1994. Please provide adequate notice pursuant to Rule 1207.A(5) of the Division's General Rules and Regulations.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 827-5811.

Sincerely,

Michael E. Stogner

Chief Hearing Officer/Engineer

WJL/MES/ag

cc:

Oil Conservation Division - Hobbs

Mobil Exploration & Producing U. S. Inc. - Midland, TX (Attention: Mark Haralson)

Mobil Exploration & Producing U.S. Inc.

O'L CONSERVE ON DIVI

'94 APR 1 AM 8

March 28, 1994

P.O. BOX 633 MIDLAND, TEXAS 79702

State of New Mexico
Energy, Minerals and Natural Resource Department
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504

Attention: William J. LeMay, Director

CHEVRON USA PRODUCTION COMPANY'S REQUEST FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION DATED MARCH 8, 1994 ROLLON BRUNSON WELL NO. 6 536 FNL, 2104 FEL, UNIT B, SEC. 10 T-22-S, R-37-E, LEA COUNTY, NM MOBIL LSE # NM 633

Gentlemen:

Reference is made to the captioned Administrative Application covering property which directly offsets Mobil's Brunson Argo lease.

Please be advised that we wish to object to Chevron's Application to simultaneously dedicate production from the Rollon Brunson Nos. 4 and 6 wells to the existing 80-acre proration unit. Unless Chevron withdraws their application, it is requested that a hearing be set to review the effect of their proposal on our acreage.

Should you have any questions or need further information, I may be reached at (915)688-2082.

Very truly yours,

MOBIL EXPLORATION & PRODUCING U.S. INC.

/ as,agent for

MOBIL, PRODUCING TEXAS & NEW MEXICO INC.

Mark A. Haralson Staff Landman

Mid-Continent Region

MAH: dt

cc: Chevron USA Production Company
P.O. Box 1150
Midland, TX 79702
Attention: Lloyd V. Trautman

D. B. Hebert - 511, Houston
D. A. Howell -1124, Midland
B. R. Brown - 361, Houston

VIL CONSERVE ON DIVISION RECEIVED

Chevron

March 31, 1994

'94 AP3 2 AM 8 49

ADMINISTRATIVE APPLICATION FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION BLINEBRY OIL AND GAS POOL ROLLON BRUNSON WELL # 6 536' FNL AND 2104' FEL, UNIT B SECTION 10, T22S, R37E LEA COUNTY, NEW MEXICO

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

10967

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Gentlemen:

Attached is the copy of the return receipt for Oxy USA, one of the offset operators to the Rollon Brunson No. 6 application submitted March 8, 1994.

This receipt was received on March 31, 1994. Also attached is a copy of the previous letter, dated March 29, 1994, and a copy of the original application, dated March 8, 1994.

If additional information is required, please contact me at (915) 687-7152.

Sincerely,

Lloyd V. Trautman Sr. Petroleum Engineer

Attachments

cc: NMOCD - Hobbs

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6. Signature (Agent)					



March 29, 1994

ADMINISTRATIVE APPLICATION FOR UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION BLINEBRY OIL AND GAS POOL ROLLON BRUNSON WELL # 6 536' FNL AND 2104' FEL, UNIT B SECTION 10, T22S, R37E LEA COUNTY, NEW MEXICO

Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Attention: Mr. William J. LeMay - Director

Gentlemen:

Per your request, attached are copies of the return receipts from the offset operators to the Rollon Brunson No. 6 application submitted March 8, 1994.

The receipts from Mobil Producing and OXY USA were not returned to Chevron. Mobil called on March 23, 1994 to discuss the project, therefore they have received the notice. I contacted OXY and they indicated the notice could not be found, so a second notice was sent to OXY on March 28, 1994.

If additional information is required, please contact me at (915) 687-7152.

Sincerely,

Lloyd ♥. Trautman

Sr. Petroleum Engineer

Attachments

cc:

NMOCD - Hobbs



March 8, 1994 Midland, Texas **Chevron U.S.A. Production Company** P.O. Box 1150 Midland, TX 79702

Administratiave Application for Unorthodox Gas Well Location and Simultaneous Dedication Blinebry Oil and Gas Pool Rollon Brunson Well #6 536' FNL AND 2104' FEL, Unit B Section 10, T22S, R37E Lea County, New Mexico

State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87504

Attn: Mr. William J. LeMay

Director

Gentiemen:

Chevron U.S.A. Inc. respectfully requests administrative approval for an unorthodox gas well location on the Rollon Brunson Well No. 6 and simultaneous dedication with the Rollon Brunson Well No 4.

Well No. 4 is dedicated to an existing non-standard gas proration unit, approved by Administrative Order NSP-995 dated May 9, 1975. The current unit is 80 acres, which consists of the W/2 NE/4 Section 10, T22S, R37E. Well # 4 is located 2086' FNL and 1874' FEL (Unit G) of Section 10, T22S, R37E and Well No. 6 is located 536' FNL and 2104' FEL (Unit B) of Section 10, T22S, R37E.

Well No. 6 was originally completed as a Drinkard producer in 1949. This well was subsequently completed in the San Andres in 1972 and then completed as a Tubb-Drinkard dual in 1977. The closest Blinebry Well is J. H. Hendrix's Brunson No. 5, located in Section 3, T22S, R37E, approximately 1090' north.

- July 1

Attached is a plat outlining the proration unit with the location of wells 4 and 6, and a map showing the offset properties and wells.

Chevron U.S.A. Inc. has mailed, by certified mail, a copy of this application to the offset Operators.

In view of the facts submitted, Chevron U.S.A. Inc. requests that administrative approval of this request be granted. If additional information is required, please contact me at (915) 687-7152.

Sincerely,

Lloyd V. Trautman Sr. Petroleum Engineer

Attachments

cc: NMOCD - Hobbs

C.O. Blake

F.S. Godbold / J.K. Ripley/PRU File

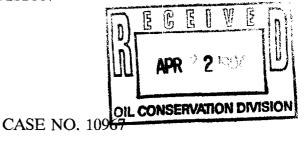
R.E. Green / D.C. Heese

O.G. Brown / R.E. Pearl

J. Howard

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:



IN THE MATTER OF THE APPLICATION OF CHEVRON U.S.A. INC., FOR AN UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

PRE-HEARING STATEMENT

This Prehearing Statement is submitted by Campbell, Carr, Berge & Sheridan, P.A., as required by the Oil Conservation Division.

APPEARANCES OF PARTIES

APPLICANT	ATTORNEY
Chevron U.S.A. Inc c/o Lloyd Trautman Post Office Box 1150 Midland, Texas 79702 (915) 687-7246	William F. Carr, Esq Campbell, Carr, Berge & Sheridan, P.A Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421
name, address, phone and contact person	
OTHER PARTY ATTORNEY	
name, address, phone and contact person	

Pre-hearing Statement NMOCD Case No. 10967 Page 2

STATEMENT OF CASE

APPLICANT

(Please make a concise statement of what is being sought with this application and the reasons therefore.)

Chevron, U.S.A. Inc., applicant, in the above styled cause, seeks approval of an unorthodox gas well location in the Blinebry Oil and Gas Pool for its existing Rollon Brunson Well No. 6 located 536 feet from the North line and 2104 feet from the East line (Unit B) of Section 10, Township 22 South, Range 37 East. Said well is to be simultaneously dedicated with the Rollon Brunson Well No. 4 located 2086 feet from the North line and 1874 feet from the East line (Unit G) of said Section 10, to the existing 80-acre non-standard gas spacing and proration unit comprising the W/2 NE/4 of said Section 10 (established by Division Administrative Order NSP-995.

OTHER PARTY

(Please make a concise statement of the basis for opposing this application or otherwise state the position of the party filing this statement.)

Pre-hearing Statement NMOCD Case No. 10967 Page 3

PROPOSED EVIDENCE

APPLICANT

WITNESSES (Name and expertise)

Lloyd Trautman, Petroleum Engineer

EST. TIME

EXHIBITS

(rame and experies)

20 Min.

Approximately 5

OTHER PARTY

WITNESSES (Name and expertise)

EST. TIME

EXHIBITS

PROCEDURAL MATTERS

(Please identify any procedural matters which need to be resolved prior to hearing)

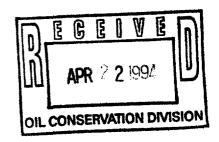
Signature

BEFORE THE

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF CHEVRON U.S.A. INC., FOR AN UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.



CASE NO. 10967

ENTRY OF APPEARANCE

COMES NOW CAMPBELL, CARR, BERGE & SHERIDAN, P.A., and hereby enters its appearance in the above referenced case on behalf of Chevron U.S.A. Inc.

Respectfully submitted,

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

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR CHEVRON U.S.A. INC.

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LAWYERS

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April 27, 1994

HAND-DELIVERED

Michael E. Stogner
Hearing Examiner
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
State Land Office Building
Santa Fe, New Mexico 87503

APR 27 1994

Re: Oil Conservation Division Case No. 10967:

Application of Chevron U.S.A. Inc., for an Unorthodox Gas Well Location

and Simultaneous Dedication, Lea County, New Mexico

Dear Mr. Stogner:

Enclosed is a copy of a letter which I received on this date from Jeff R. Hanrahan, attorney for Mobil Exploration and Producing U.S. Inc. As you will note, Mobil has withdrawn its objection to Chevron's application in the above-referenced case. Accordingly, Chevron requests that the hearing on this application scheduled for April 28, 1994 be dismissed and that its application be approved administratively.

As you are aware, Chevron's application was originally filed on March 14, 1994. We are ready to proceed with the well as soon as approval is obtained from the Division and would appreciate your expediting this administrative application to the extent possible.

Your attention to this request is appreciated.

Very truly yours,

WILLIAM F. CARR

ATTORNEY FOR CHEVRON U.S.A. INC.

WFC:mlh

Enc.

Mobil Exploration & Producing U.S. Inc.

April 27, 1994

BY FAX (505) 827-5741

Santa Fe, NM 87504

Mr. Michael E. Stogner
Chief Hearing Officer/Engineer
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P.O. Box 2088
State Land Office Building

OFFICE OF GENERAL GOUNGEL

12480 GREENSPOINT DRIVE HOUSTON, TEXAS 17060-1991

JEFF R. HANRAHAN COUNSEL

(718) 776-2464 (713) 775-4093-Telecopier

Re: New Mexico Oil Conservation Division Case No. 10967

Application of Chevron U.S.A. for an Unorthodox Gas Well Location and Simultaneous Dedication, Lea County, New Mexico

Rollon Brunson Well Nos. 4 and 6 W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Blinebry Oil & Gas Pool, Lea County, New Mexico

Dear Mr. Stogner:

This letter is to advise you that Mobil Producing Texas & New Mexico Inc. hereby withdraws its objection to the application of Chevron U.S.A. Inc. for an unorthodox gas well location and simultaneous dedication for the Rollon Brunson Well Nos. 4 and 6 in Lea County, New Mexico.

I have discussed this matter with William F. Carr, the attorney for Chevron U.S.A. and he is aware is Mobil is withdrawing its objection. As we discussed, the hearing will be cancelled and it will not be necessary for representatives for Mobil to attend.

If you have any questions, please give me a call at 713-775-2464.

Very truly yours,

Jeff R. Hanrahan

Mobil Exploration & Producing U.S. Inc. RELEASED

April 27, 1994

194 May / AM 8 50

12450 GREENSPOINT DRIVE HOUSTON, TEXAS 77060-1991 (713) 775-2484

(713) 775-4093-Telecopier

BY FAX (505) 827-5741

Mr. Michael E. Stogner
Chief Hearing Officer/Engineer
State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P.O. Box 2088
State Land Office Building
Santa Fe, NM 87504

OFFICE OF GENERAL COUNSEL

JEFF R. HANRAHAN COUNSEL

Re: New Mexico Oil Conservation Division Case No. 10967

Application of Chevron U.S.A. for an Unorthodox Gas Well Location and Simultaneous Dedication, Lea County, New Mexico

Rollon Brunson Well Nos. 4 and 6 W/2 NE/4 of Section 10, Township 22 South, Range 37 East, NMPM, Blinebry Oil & Gas Pool, Lea County, New Mexico

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Very truly yours,

Jeff R. Hanrahan

Mr. Michael E. Stogner April 27, 1994 Page 2

cc: Mr. William F. Carr BY FAX (505) 983-6043
Campbell, Carr, Berge & Sheridan
Jefferson Place Suite 1-110 North Guadalupe P.O. Box 2208 Santa Fe, New Mexico 87504-2208

K. L. Soderman
M. A. Haralson - Midland

W. F. Hannes

STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

May 2, 1994

& SHERIDAN
Attorneys at Law
P. O. Box 2208
Santa Fe, New Mexico 87504

RE: CASE NO. 10967

ORDER NO. R-10110

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Martinez

Administrative Secretary

cc:

BLM - Carlsbad

Mark Haralson