STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

2-28-95

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

NSL-3503 (5D)

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

RE :	Proposed:						
	MC						
	DHC						
	NSL X	50					
	NSP						
	SWD						
	WFX						
	PMX						

Gentlemen:

I have examined the application for the:

#7-6 25-215-36E Konsay <u>MCT-B</u> No. Unit S-T-R Inc QVID Operator Lease

and my recommendations are as follows:

Your truly derry Sexton Supervisor, District 1

/ed



February 21, 1995 Midland, Texas Chevron U.S.A. Production Company P.D. Box 1150 Midland, TX 79702

Administrative Application for Simultaneous Dedication and Unorthodox Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool 2310' FNL and 1900' FEL Section 25, T-21-S, R-36-E 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

Dear Mr. LeMay:

Chevron U.S.A. is planning to recomplete the W.A. Ramsay (NCT-B) No 7 in the Eumont YTS-7RVRS-QN (Pro Gas) Pool. The well, which is currently a shut-in oil well completed in the Blinebry Oil and Gas Pool, is located 2310' FNL and 1900' FEL in Section 25, T-21-S, R-36-E, Lea County, New Mexico.

The captioned well is located on an existing non-standard 320-acre Eumont gas spacing and proration unit (GPU) which comprises the N/2 of Section 25 according to Order No R-659, dated July 14, 1955. The same Order authorized the dedication of the W.A. Ramsay (NCT-B) No 2 to the GPU. Subsequently, the W.A. Ramsay (NCT-B) No 1 was authorized to be simultaneously dedicated to the GPU by correspondence dated December 10, 1976. We respectfully request that the production from the W.A. Ramsay (NCT-B) No 7 be simultaneously dedicated to the aforementioned GPU with these two wells.

Because the subject well is located less than 660' from the boundary of the said 320-acre GPU, we also request your approval for an unorthodox well location.

A copy of this administrative application is being provided to our offset operators via Certified Mail. Attached is a commercial map, and Form C-102 plats which show the locations of the wells in the GPU. Also included is a copy of Order R-659, and the authorization of simultaneous dedication for the W.A. Ramsay (NCT-B) No. 1. Finally, copies of the letters to our offset operators are also attached.

If you have any questions, or if you require further information, please contact Richard Black at (915) 687-7284.

Sincerely,

heland E. Black for

R.E. Black Petroleum Engineer

/tmdr 15206.DOC

Attachments

cc: NMOCD - Hobbs, New Mexico

CHEVRON U.S.A. INC.

W.A. Ramsay (NCT-B) Lease Well No. 7

Administrative Application for Simultaneous Dedication and Unorthodox Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool 2310' FNL and 1900' FEL Section 25, T-21-S, R-36-E Lea County, New Mexico

OFFSET OPERATORS

ARCO Oil and Gas Company 1515 Calle Sur Hobbs, New Mexico 88240

Exxon Company, U.S.A. Attn: Mr Steven B. Dixon P.O. Box 3116 Midland, Texas 79702

Lindenmuth and Associates 510 Hearn St., Ste. 200 Austin, Texas 78703

Meridian Oil Inc. 21 Desta Dr. Midland, Texas 79705

Parker and Parsley Development Co. P.O. Box 3178 Midland, Texas 79701

CHEVRON U.S.A. INC. W.A. Ramsay (NCT-B) Lease Well No. 7

Administrative Application for Simultaneous Dedication and Unorthodox Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool 2310' FNL and 1900' FEL Section 25, T-21-S, R-36-E Lea County, New Mexico



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

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

DISTRICT II P.O. Drawer DD, Artesia, NM 88210 State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088 Santa Fe, New Mexico 87504-2088

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

				Well No.
uor	150 74	IN A	RAMSAY (NCT-	B 7
C REVROID). S.A. INC.) Kanpe		
Letter Section	Township 21 - S		6-E MMPM	LEA
Footage Location of Wells	N I	line and 19	00 feet from th	e EAST line
2310 feet from the ad level Elev.	Producing Formation	Pool		Desicates Acteage.
2125	Varen / Seven R		UMONT GAS	5 2 0 Acres
	dedicated to the subject well	by colored pencil or hachure ma	arks on the pist below.	
2. If more than one ic	are is dedicated to the well, o	utime each and identify the own iedicated to the well, have the i	ernhip thereof (both as to working aterest of all owners been consoli	g interest and royalty). dated by communitization,
		wer is "yes" type of consolidation was which have actually been on	an asolidated. (Use reverse side of	
this form if neccessar	Y.			forced-pooling, or otherwise)
No allowable will be	assigned to the well until all	interests have been consolidated	(by communitization, unitization	
or until a non-standar	rd unit, eliminating such intere	A, Has been approved by the B		OPERATOR CERTIFICATION
		Chevron - 100%		[hereby certify that the information
Chevron - 100 %	^	State of New Mexico		contained herein in true and complete to a
tate of New Mexico		Lease No. A-1543		est of my knowledge and belief.
Lease No. 8-1732-1	1			
	~		S S	lichard E. Black A
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	2310			RICHARD BLACK
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			T I	PETROLEUM ENGINEER
#2	#1			
. 1 .		++.7		CHEVRON U.S. A. IN
X				
7	i XL		1900	Date 2/21/95
• • •		5.		
	1			SURVEYOR CERTIFICATION
				I hereby certify that the well location sh on this plat was platted from field note actual surveys made by me or under supervison, and that the same is true correct to the best of my knowledge belief. Date Surveyed
	 	+		Signature & Seal of Professional Surveyor
	i			
	1		1	
	1			Ceruficate No.
			1000 500 0	
0 330 660 990	1320 1650 1980 2310	2640 2000 150	0 1000 500 0	

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 910 Order No. R-659

THE APPLICATION OF GULF OIL CORPORATION FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION TO RULE 5 (a) OF ORDER NO. R-520 IN THE ESTABLISHMENT OF A 320-ACRE NON-STANDARD GAS PRORATION UNIT IN THE ARROW GAS POOL CONSISTING OF THE NORTH HALF OF SECTION 25, TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM, LEA COUNTY, NEW MEXICO, AND THE ASSIGNMENT OF SAID ACREAGE TO APPLICANT'S WILLIAM A. RAMSAY "B" WELL NO. 2, LOCATED 1980 FEET FROM THE NORTH LINE AND 660 FEET FROM THE WEST LINE OF SAID SECTION 25.

CRDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 18, 1955, at Santa Fe, New Mexico, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 1/ The day of July 1955, the Commission, a quorum being present, having considered the records and the testimeny adduced, and being fully advised in the premises.

FINDS:

(1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That pursuant to the provisions of Rule 5 (a) of Order No. R-520, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal section after notice and hearing by the Commission.

(3) That the applicant, Gulf Gil Corporation, is the owner of an oil and gas lease covering the NW/4, E/2 NE/4 and the SW/4 NE/4 of Section 25, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico, which lease consists of approximately 280 acres.

(4) That the applicant, Gulf Gil Corporation, is the owner of an oil and gas lease covering the NW/4 NE/4 of Section 25. Township 21 South, Range 36 Fast, NMPM, Lea County, New Mexico, which lease consists of approximately 40 acres.

n

-2-Order No. E-659

(5) That the applicant, Gulf Oil Corporation, proposes to communitize the above-described leases to form a non-standard proration unit consisting of 320 acres, more or less.

(6) That applicant, Gulf Oil Corporation, has a producing gas well on the aforesaid lease or leases known as the William A. Ramsay "B" Well No. 2, located 1980 feet from the north line and 660 feet from the west line of Section 25, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.

(7) That the aforesaid well was originally completed as an oil well in the Arrowhead Pool in December, 1944, and was recompleted as a gas well in the Arrow Gas Pool in June, 1951, which date precedes the effective date of Order No. R-520.

(8) That the aforesaid well is located within the horisontal limits of the Arrow Gas Pool, and is completed within the vertical limits of the Arrew Gas Pool.

(9) That all of the acreage to be included in the proposed proration unit, before or after successful conclusion of communitization negotiations, may be reasonably assumed to be productive of gas from the Arrow Gas Pool.

(10) That there have been no objections to the formation of the proposed 320-acre non-standard gas proration unit.

(11) That unless a proration unit consisting of applicant's abovedescribed acreage is permitted, applicant will be deprived of the full use and value of the acreage and the gas well located thereon.

(12) That the creation of the gas proration unit herein described is in the interests of conservation and the protection of correlative rights.

IT IS THEREFORE ORDERED:

(1) That a non-standard gas proration unit consisting of the following described acreage is hereby created:

TOWNSHIP 21 South, RANGE 36 Fast, NMPM NW/4, E/2 NE/4, and SW/4 NE/4 of Section 25

containing 280 acres, more or less.

(2) That applicant's well, William A. Ramsay "B" Well No. 2, located 1980 feet from the north line and 660 feet from the west line of Section 25. Township 21 South, Range 36 Tast, NMPM, Lea County, New Mexico, shall be granted an allowable in the proportion that the above-described 280-acre unit bears to the standard or orthodox unit for the Arrow Gas Pool, all until further order of the Commission.

(3) That, upon successful conclusion of communitization negotiations, a non-standard gas proration unit consisting of the following described acreage shall be created: -3-

Order No. R-659

TOWNSHIP 21 South, RANGE 36 East, NMPM N/2 Section 25

containing 320 acres, more or less, that the creation of said proration unit shall be effective on the date said communitization is approved by the Commissioner of Public Lands of the State of New Mexico.

(4) That, for the purposes of gas proration, the acreage included in said non-standard gas proration unit shall be assigned to Gulf Gil Corporation's William A. Ramsay "B" Well No. 2, which well is located as hereinabove described.

(5) That said well shall be granted an increased allowable dating from the first day of the month next following that month in which the Commission is formally notified in writing of the communitization of a 320-acre tract described above, and that the allowable granted shall be in the proportion that 320 acres bears to the acreage in a standard or orthodox gas proration unit in the Arrow Gas Pool, all until further order of the Commission.

DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

I. S. WALKER, Member

W. B. MACIY, Member and Secretary

SEAL

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THE STILL	OIL CONSERVATION COMMISSION					
	Name		Init.	STATE OF NEW MEXICO		
The second of	Area	ler		P. O. BOX 2088 - SANTA FE		
1912 - 1912	Area	Ceol	m	87501		
DIRECTOR	area	ingr	DYB	LAND COMMISSIONER		
JOE D. RAMEY	2000	Sngr	CRU	PHIL R. LUCERO		
	prig	Engr (ul	12H		
	<u>Serv</u>	Supv	.	December 10, 1976		
	∵ile					

STATE GEOLOGIST EMERY C. ARNOLD



Gulf Energy and Minerals Company P. O. Box 670 Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Gentlemen:

You are hereby authorized to dedicate the 320-acre gas proration unit comprising the N/2 of Section 25, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to your W. A. Ramsay (NCT-B) Well No. 1, located 1980 feet from the North line and 1980 feet from the West line of Section 25 and your W. A. Ramsay (NCT-B) Well No. 2, located 1980 feet from the North line and 660 feet from the West line of Section 25, both in the above-described township and range.

You are hereby permitted to produce the allowable from either well in any proportion.

ery truly yours OE D. RAMEY, Secretary-Director

JDR/JEK/dr

cc: Oil Conservation Commission - Hobbs Oil & Gas Engineering Committee - Hobbs Gas Proration Dept OCC - Santa Fe

long to NNG 6 + RDH-12-16-76 L



February 21, 1995 Midland, Texas

Simultaneous Dedication and Unorthodox Gas Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool Lea County, New Mexico

Parker and Parsley Development Co. P.O. Box 3178 Midland, Texas 79701

New Mexico Operations Director:

Attached is a copy of an administrative application for NMOCD approval of an unorthodox well location and simultaneous dedication in the Eumont YTS-7RVRS-QN (Pro Gas) Pool.

Chevron U.S.A. is planning to plugback the W.A. Ramsay (NCT-B) No 7 from the Blinebry Oil and Gas Pool and complete said well in the Eumont Gas Pool. The well is located 2310' FNL and 1900' FEL in Section 25 of T-21-S, R-36-E, Lea County, New Mexico. We have requested that the NMOCD approve the simultaneous dedication of this well with the W.A. Ramsay (NCT-B) Nos 1 and 2 which produce on an existing, non-standard 320-acre Eumont gas spacing and proration unit (GPU). This GPU comprises the N/2 of Section 25 in T-21-S, R-36-E. Because the subject well is located less than 660' from the boundary of a 320-acre GPU, we have also requested NMOCD approval of an unorthodox well location.

If you have any questions about the application, please contact Richard Black at (915) 687-7284.

Sincerely,

hitrand E. Bluch L.

R.E. Black Petroleum Engineer

/tmdr 15206.DOC



February 21, 1995 Midland, Texas

Simultaneous Dedication and Unorthodox Gas Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool Lea County, New Mexico

Meridian Oil Inc. 21 Desta Dr. Midland, TX 79705

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Sincerely,

Richard E. Black !!

R.E. Black Petroleum Engineer

/tmdr 15206.DOC



February 21, 1995 Midland, Texas

Simultaneous Dedication and Unorthodox Gas Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool Lea County, New Mexico

Lindenmuth and Associates 510 Hearn St. Ste 200 Austin, TX 78703

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Cutrand E. Black R.E. Black

Petroleum Engineer

/tmdr 15206.DOC



February 21, 1995 Midland, Texas

Simultaneous Dedication and Unorthodox Gas Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool Lea County, New Mexico

Mr. Steven B. Dixon New Mexico Operations Superintendent Exxon Company, U.S.A. Inc. P.O. Box 3116 Midland, Texas 79702

Dear Mr. Dixon:

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Chevron U.S.A. is planning to plugback the W.A. Ramsay (NCT-B) No 7 from the Blinebry Oil and Gas Pool and complete said well in the Eumont Gas Pool. The well is located 2310' FNL and 1900' FEL in Section 25 of T-21-S, R-36-E, Lea County, New Mexico. We have requested that the NMOCD approve the simultaneous dedication of this well with the W.A. Ramsay (NCT-B) Nos 1 and 2 which produce on an existing, non-standard 320-acre Eumont gas spacing and proration unit (GPU). This GPU comprises the N/2 of Section 25 in T-21-S, R-36-E. Because the subject well is located less than 660' from the boundary of a 320-acre GPU, we have also requested NMOCD approval of an unorthodox well location.

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Sincerely,

Sichard E. Back

R.E. Black Petroleum Engineer

/tmdr 15206.DOC



February 21, 1995 Midland, Texas Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

Simultaneous Dedication and Unorthodox Gas Well Location Eumont YTS-7RVRS-QN (Pro Gas) Pool Lea County, New Mexico

ARCO Oil and Gas Company 1515 Calle Sur Hobbs, New Mexico 88240

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