



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

6/2/91

objection - Conoco
hearing 7.11.91

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

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

NSP-1632 (LSD)

RE: Proposed:

MC	_____
DHC	_____
NSL	<u>X</u>
NSP	<u>X LSD</u>
SWD	_____
WFX	_____
PMX	_____

Gentlemen:

I have examined the application for the:

#13-E 7-23-37

Doyle Weston State B-7 #1-D 7-23-37
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

on

Yours very truly,

Jerry Sexton
Jerry Sexton
Supervisor, District 1

/ed

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

May 29, 1991

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

Mr. William J. LeMay
State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Re: Stevens B-7 No. 13
NW/4 Section 7, T-23-S, R-37-E
Lea County, New Mexico
Non-Standard Location
Non-Standard Proration Unit
Simultaneous Dedication

Stevens B-7 No. 1
NW/4 Section 7, T-23-S, R-37-E
Lea County, New Mexico
Non-Standard Proration Unit

Gentlemen:

We recently reentered, plugged back and recompleted as a Jalmat (Gas) producer the Stevens B-7 No. 13 located 1980' FNL and 330' FWL (E), Section 7, T-23-S, R-37-E, Lea County, New Mexico. In light of this recompletion, we have the following requests concerning this well and the previously existing Stevens B-7 No. 1 (open hole in Yates-Seven Rivers) located 990' FNL and 990' FWL (O), and the Stevens B-7 No. 2 (open hole in Yates-Seven Rivers) located 1650' FNL and 1650' FEL (G), Section 7, T-23-S, R-37-E, Lea County, New Mexico.

First, with respect to the Stevens B-7 No. 13 reentry (E-7-23S-37E), we respectfully request administrative approval to create a 157.5 acre non-standard Jalmat (Gas) proration unit consisting of Lot 2, SE/4 NW/4, S/2 NE/4 (S/2 N/2), Section 7, T-23-S, R-37-E, Lea County, New Mexico and to simultaneously dedicate the Stevens B-7 No. 13 (E-7-23S-37E) and Stevens B-7 No. 2 (G-7-23S-37E) to this unit. In addition we respectfully request administrative approval for a non-standard location for our Stevens B-7 No. 13 reentry.

Secondly, we respectfully request administrative approval to create a 157.4 acre non-standard Jalmat (Gas) proration unit consisting of Lot 1, NE/4 NW/4, N/2 NE/4 (N/2 N/2), Section 7, T-23-S, R-37-E, Lea County,

New Mexico Oil Conservation Division
May 29, 1991
Page 2

New Mexico and to dedicate the previously existing Stevens B-7 No. 1 (D-7-23S-37E) to this proration unit.

Three (3) copies of a color-coded land map outlining the subject 157.5 and 157.4 acre non-standard Jalmat (Gas) proration units, as well as the locations of the aforementioned wells, are enclosed for your review. Supplementing the enclosed color-coded land plat is a companion table describing by tract number all Jalmat (Gas) proration units (including the operators of the Jalmat rights) that offset the Stevens B-7 No. 13 reentry.

Complete copies of this application have also been sent by certified mail to all offsetting parties owning Jalmat (Gas) rights as described on the enclosed plat and table. The following is a list of the offset Jalmat operators:

Meridian Oil Production, Inc.
21 Desta Drive
Midland, Texas 79705
Attention: Charles Brown

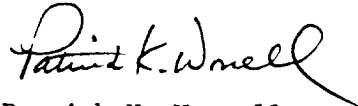
Conoco, Inc.
10 Desta Drive West
Midland, Texas 79705

Doyle Hartman
P. O. Box 10426
Midland, Texas 79702-0426

Thank you for your consideration in this matter.

Very truly yours,

DOYLE HARTMAN



Patrick K. Worrell
Engineer

PKW/lr
Enclosures
555:OCD0529

cc: Mr. Jerry Sexton, Supervisor
New Mexico Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88240-1980

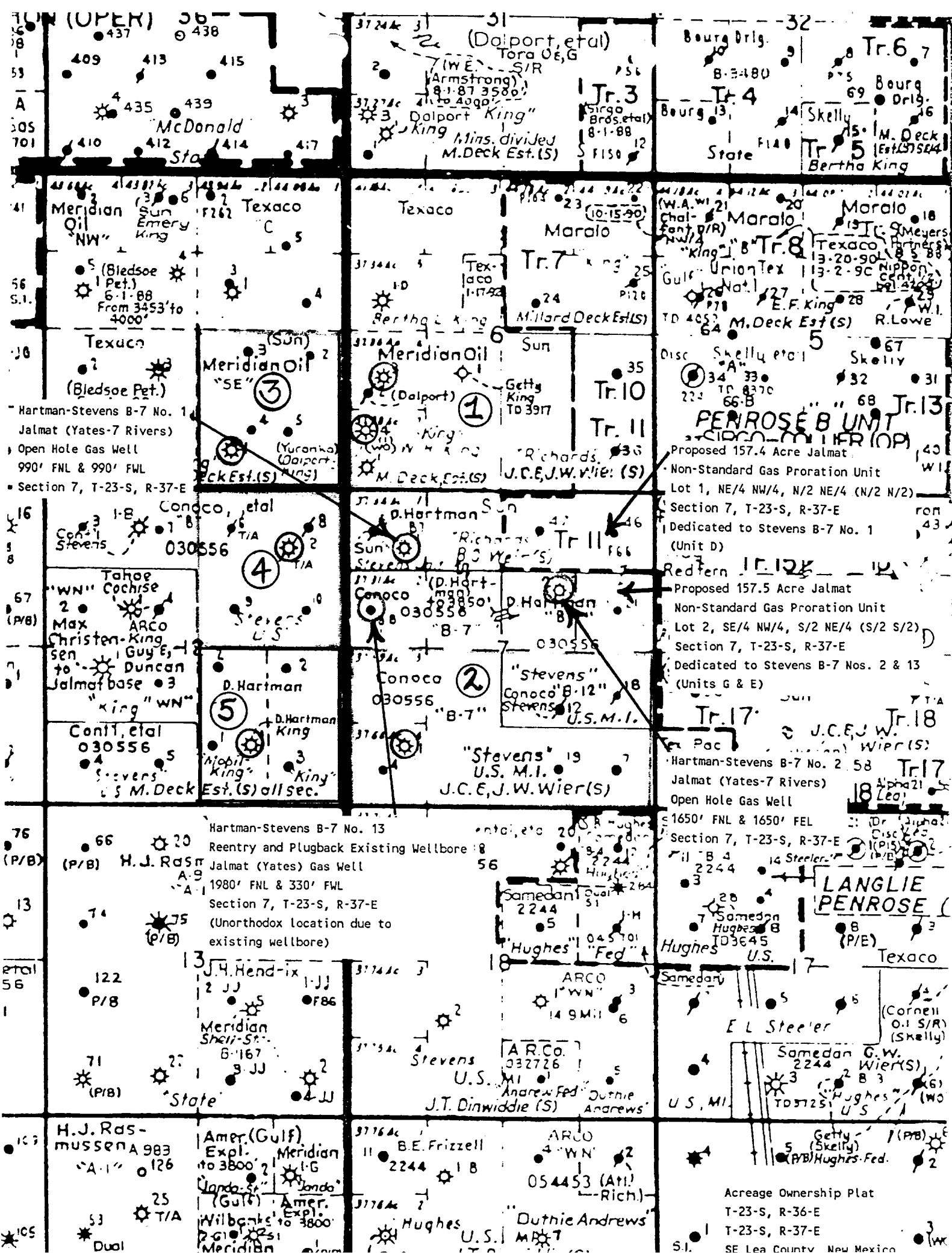
SUPPLEMENTARY TABLE
 OFFSET JALMAT OPERATORS
 HARTMAN-STEVENS B-7 LEASE
 N/2 N/2 SECTION 7, T-23-S, R-37-E
 S/2 N/2 SECTION 7, T-23-S, R-37-E
 LEA COUNTY, NEW MEXICO

TRACT/ COLOR	OPERATOR AND ADDRESS	LEASE & WELL NAMES	JALMAT LOCATION(S)	NON-STANDARD UNIT DESCRIPTIONS	ACRES
1 (GREEN)	MERIDIAN OIL PRODUCING, INC. 21 DESTA DRIVE MIDLAND, TEXAS 79705	W. H. KING NOS. 3 & 4	L & M-06-23S-37E	SW/4 SECTION 6 T-23-S, T-37-E	160
2 (BLUE)	CONOCO, INC. 10 DESTA DRIVE EAST MIDLAND, TEXAS 79705	STEVENS B-7 NO. 11	M-07-23S-37E	S/2 SECTION 7 T-23-S, R-37-E	320
3 (ORANGE)	MERIDIAN OIL PRODUCING, INC. 21 DESTA DRIVE MIDLAND, TEXAS 79705	EMERY KING SE NO. 1	O-01-23S-36E	SE/4 SECTION 1 T-23-S, R-36-E	160
4 (PINK)	CONOCO, INC. 10 DESTA DRIVE EAST MIDLAND, TEXAS 79705	STEVENS B-12 NO. 2	A-12-23S-36E	NE/4 SECTION 12 T-23-S, R-36-E	160
5 (BROWN)	DOYLE HARTMAN P. O. BOX 10426 MIDLAND, TEXAS 79702	E. F. KING GAS COM NO. 1	O-12-23S-36E	SE/4 SECTION 12 T-23-S, R-36-E	160

RECEIVED

MAY 31 1991

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HOBBS OFFICE



REC'D

MAY 31 1991

0000

MOBBS OFFICE

DOYLE HARTMAN

Oil Operator

500 N. MAIN

P.O. BOX 10426

MIDLAND, TEXAS 79702

(915) 684-4011

May 29, 1991

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

OFFSET JALMAT (GAS) OPERATORS

Stevens B-7 No. 13

NW/4 Section 7

T-23-S, R-37-E

Lea County, New Mexico

We respectfully request your approval of our administrative requests for the creation of a 157.5 acre non-standard Jalmat (Gas) proration unit consisting of Lot 2, SE/4 NW/4, S/2 NE/4 (S/2 N/2), Section 7, T-23-S, R-37-E, Lea County, New Mexico and for the simultaneous dedication of our Stevens B-7 No. 13(E-7-23S-37E) reentry and the existing Stevens B-7 No. 2 (G-7-23S-37E) to this proration unit. Also we ask for your approval of our request for a non-standard location for the Stevens B-7 No. 13.

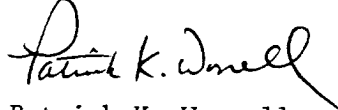
Additionally, we request your approval of our administrative request for the creation of a 157.4 acre non-standard Jalmat (Gas) proration unit consisting of Lot 1, NE/4 NW/4, N/2 NE/4 (N/2 N/2), Section 7, T-23-S, R-37-E, Lea County, New Mexico and the dedication of our Stevens B-7 No. 1 (D-7-23S-37E) to this proration unit.

Please indicate your approval of our request by signing one (1) copy of this waiver and returning it in the enclosed self-addressed stamped envelope at your earliest convenience.

Thank you for your consideration in this matter.

Very truly yours,

DOYLE HARTMAN



Patrick K. Worrell
Engineer

PKW/lr
Enclosures
555:STEV0529

OFFSET JALMAT (GAS) OPERATORS
May 29, 1991

ACCEPTED AND APPROVED BY:

MERIDIAN OIL PRODUCING, INC.

BY: _____

DATE: _____

CONOCO, INC.

BY: _____

DATE: _____

7

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MAY 31 1991

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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

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

June 17, 1991

Doyle Hartman
P.O. Box 10426
Midland, TX 79702

Attention: Patrick K. Worrell, Engineer

*RE: Stevens "B-7" Com Area, N/2 Section 7,
Township 23 South, Range 33 East, Jalmat
Gas Pool, Lea County, New Mexico.*

Dear Mr. Worrell:

Reference is made to your application dated May 29, 1991 for a non-standard 157.34-acre gas spacing and proration unit comprising Lot 1, N/2 NE/4, and NE/4 NW/4 (N/2 N/2 equivalent) of said Section 7 to be dedicated to the existing Stevens "B-7" Com Well No. 1 located at an unorthodox gas well location 990 feet from the North and West lines (Unit D) and for a second non-standard gas spacing and proration unit with 157.31 acres comprising Lot 2, S/2 NE/4, and SE/4 NW/4 (S/2 N/2 equivalent) of said Section 7 to be simultaneously dedicated to the existing Stevens "B-7" Com Well Nos. 2 and 13 both located at unorthodox oil well locations in Units G and E, respectively. An objection was received from Conoco, Inc. by fax correspondence June 14, 1991 (see copy attached), therefore this matter will be placed on the next available docket for the Examiner hearing scheduled for July 11, 1991. Please provide adequate notice as required under General Rule 1207.A(1).

Should you have any questions, please contact me.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner", written over a horizontal line.

Michael E. Stogner
Chief Hearing Officer/Engineer

MES/ag

cc: US Bureau of Land Management - Carlsbad
Conoco, Inc. - Midland, TX
~~Oil Conservation Division~~ - Hobbs



Midland Division
Exploration and Production

Conoco Inc.
10 Desta Drive West
Midland, TX 79706-4514
(915) 686-5400

June 14, 1991

Oil Conservation Division
P.O. Box 1864
Santa Fe, NM 87501

Gentlemen:

Doyle Hartman Administrative Application
for Non-Standard Location for the Stevens
B-7 No. 13 in the Jalmat Pool at Unit D,
NW1/4 Section 7, T. 23S, R. 37E, Lea County

As an offset operator, Conoco objects to the granting or approval of the non-standard location for Hartman's proposed recompletion of the Stevens B-7 No. 13 well to the Jalmat Pool because of probable drainage of Jalmat gas reserves from Conoco's Stevens B- 12 Lease in the NE/4 of Section 12, T-23S, R-36E. We would also request that the Stevens B-7 No. 13 be shut-in to Jalmat production pending resolution of this issue.

The attached map shows the two non-standard 160-acre proration units in Sec. 7 that Hartman is requesting and the offsetting 160- acre proration unit operated by Conoco in Sec. 12. For clarity, only Jalmat gas wells are shown within these three proration units.

Conoco's Stevens B-12 No. 2 well is strategically located to effect efficient drainage of the NE/4 of Sec. 12. However, Hartman's Stevens B-7 No. 13 is so located that more than half of its drainage area would fall outside of its proposed proration unit. It appears that it would significantly interfere with Conoco's drainage of the east half of its Stevens B-12 proration unit.

As far as the request for two irregular shaped 160-acre proration units, it would seem to be more logical to create one 320-acre unit with wells 1 and 2 simultaneously dedicated to it. These two wells seem to be strategically spaced to efficiently drain such a 320-acre unit.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Jerry W. Hoover".

Jerry W. Hoover
Sr. Conservation Coordinator

JWH/tm

