

Published by

R. W. BYRAM & COMPANY OF NEW MEXICO P.O. DRAWER 1867 AUSTIN. TEXAS 78767

THE INFORMATION CONTAINED IN THIS NEWS-LETTER IS PRIVATE AND CONFIDENTIAL. FOR LIMITED PUBLICATION ONLY. NO PART MAY BE REPRODUCED WITHOUT SPECIFIC PERMISSION. COPWRIGHT 1981.

August 7, 2000 Vol. 37 - No. 18 2000. Applications for hearing must be filed at least 23 days in advance of hearing date.

EXAMINER HEARING SET - AUGUST 10 - SANTA FE

Michael E. Stogner, Mark Ashley or David R. Catanach - Examiner

LEA COUNTY

Unorthodox Gas Well Location (Case 12462 - Continued from July 27)

Santa Fe Snyder Corp. seeks approval to produce its Outland State Unit Well No. 1 at an unorthodox gas well location 638 feet from the South line and 739 feet from the West line (Unit M) of Sec. 12, T-21-S, R-34-E, Lea County, for production from the Morrow formation, Wilson-Morrow Gas Pool, to be dedicated to a standard 320-acre gas spacing and proration unit consisting of the W/2 of this section. This location is approximately 16 miles west-northwest of Eunice, New Mexico.

LEA COUNTY

Unorthodox Subsurface Well Location (Case 12464)

Chesapeake Operating, Inc. seeks approval to drill its No. 2 Warehouse "10" Well at a surface location 1196 feet from the North line and 2463 feet from the East line (Unit B) of Sec. 10, T-16-S, R-36-E, Lea County, to an unorthodox subsurface location at the top of the Strawn formation within a 100 foot radius of a point 1842 feet from the North line and 2213 feet from the East line (Unit G) of this section and to dedicate the S/2 NE/4 of Lovington-Pennsylvanian Pool.

EDDY COUNTY

Compulsory Pooling (Case 12420 - Continued from July 13)

Nearburg Exploration Company, L.L.C. seeks an order pooling all mineral interests underlying the W/2 of Sec. 5, T-17-S, R-27-E, Eddy County, to form a standard 320-acre gas spacing and proration unit or units for to the Undesignated Crow Flats Morrow Gas Pool. The units are to be dedicated to applicant's proposed Dog Canyon 5 Fed. Com. Well No. 1 to be drilled at a standard location 660 feet from the South and West lines of Sec. 5. Also to be considered will be allocation of well costs, charges for supervision, designation of applicant as approximately 2 miles northeast of Artesia, New Mexico.

EDDY COUNTY

Compulsory Pooling (Case 12382 - Continued from July 27)

Nearburg Exploration Company, L.L.C. seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Sec. 21, T-19-S, R-28-E, Eddy County, and in the following manner: (a) the S/2 to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within this vertical extent which presently includes the Undesignated south Millman-Atoka Gas Pool, Undesignated Winchester-Atoka Gas Pool, Undesignated South Millman-Morrow Gas Pool, Undesignated Winchester-Morrow Gas Pool, and Undesignated North Winchester-Morrow Gas Pool; (b) the SE/4 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; and (c) the SW/4 North Winchester-Morrow Gas Pool; (b) the SE/4 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; and (c) the SW/4 On 40-acre spacing within this vertical extent which presently includes but is not necessarily limited to the East Millman Yates-Seven Rivers-Queen-Grayburg-San Andres Pool and the Undesignated North Winchester-Wolfcamp Pool. These units are to be dedicated to a single well to be drilled at a location considered to be considered will be allocation of well costs, charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling the well. Further, the East Millman Yates-Seven Rivers-Queen-Grayburg-San Andres Pool underlying the SW/4 SE/4 of Sec. 21 is currently dedicated to C.F.M. Oil Company's No. 1 Monsanto State Well, located at a standard oil well location 986 feet from the South line and 1650 feet from the East line (Unit O) of Sec. 21. At the time of the hearing it will be necessary for the applicant to address certain issues created by the forced pooling of producing acreage currently operated by an



Page 1

SOUTHEASTERN NEW MEXICO, continued:

HOBBS AREA, continued:

Operator & Well No.

<u>Remarks</u>

OLD WELLS RECOMPLETED AND DUAL COMPLETED, continued:

Location

LEA COUNTY

	Atura Energy Ltd. 1 Courtland Myers C	15-245-37E 1650/N; 1650/W	Recomplete from Fowler U-Yeso to Langlie Mattix SR-Qu; set CIBP @ 5050 & 4000 w-35' cmt.; perfs 3165-3220, frac w- 102,000# 16'30 sd. & 14,800# 12/20 sd.; set 2-3/8 tubing @ 3426; Ret. to Prod. 1/17/00: Flow, 24 hrs., 0 BO, 0 BW, 112 MCF, 29/64" Ch., CP 42; Orig. well data: Spd. 7/12/79; Elev. 3246 GL; tD 6400; Csg. 9-5/8 @ 1064 w/550; 7 @ 6400 w/1270; Tops: Glo. 4862, U-Yeso 5155, Bli. 5353, Tubb 5842, Drk. 5990.
P	LUGBACKS:		

LEA COUNTY

Chevron U S A Inc. #11 R E Cole NCT A	16-22S-37E 1980/S; 1980/E	Eunice, Southwest-San Andres; Effective Date 5/9/00.
Yates Energy Corp. #1 Sun Bright Federal	21-198-33E 920/N; 1980/W	Gem, North-Wolfcamp; Effective Date 3/23/00.
Amerind Oil Co L P #2 Gallagher State	2-168-35E 2646/N; 2299/W	Townsend-Permo Upper Penn; Effective Date 2/2/00.
Chevron U S A Inc. #11 R E Cole NCT A	16-22S-37E 1980/S; 1980/E	Blinebry Oil and Gas; Effective Date 5/9/00.
Chevron U S A Inc. #11 R E Cole NCT A	16-228-37E 1980/S; 1980/E	Drinkard; Effective Date 5/9/00.

PLUGGED AND ABANDONED WELLS:

EDDY COUNTY

Marbob Energy Corp. #4 N G Phillips ST	27-17S-28E 1650/S; 330/E	Plugged and Abandoned 6/13/00.
Marbob Energy Corp. #175 Burch Keely Unit	26-17S-29E 1980/S; 1980/W	Plugged and Abandoned 6/27/00.
The Wiser Oil Co. #48 Skelly Unit	23-178-31E 1980/N; 1980/W	Plugged and Abandoned 8/30/97.
OXY USA Inc. #1 Bear	17-228-27E 1650/S; 1980/E	Plugged and Abandoned 2/29/96.
McClellan Oil Corp. #1 Golden Bear Fed	24-16S-29E 660/S; 1980/W	Pingged and Abandoned 7/28/92.
The Wiser Oil Co. #224 Skelly Unit	22-17S-31E 1348/N; 1197/W	Plugged and Abandoned 10/28/99.
EOG Resources Inc. #1 SWT 10 Federal	10-18S-29E 1650/S; 1650/E	Plugged and Abandoned 12/6/97.
LEA COUNTY		
Yates Petroleum Corp. #1 Meagan 12	12-168-35E 2148/S; 2222/E	Plugged and Abandoned 9/18/99.

ROOSEVELT COUNTY

Ocean Energy Inc. #1 Rushmore Federal

Plugged and Abandoned 6/23/99.

ZONE ABANDONMENTS:

CHAVES COUNTY

Monday, August 7, 2000

Northland Operating Co. #144 Drickey Queen Sand Unit	35-138-31E 1300/N; 1340/E	Caprock Queen; Zone Abandoned 2/1/97.
McClellan Oil Corp. #1 G. F. Bannon et al	15-6S-27E 660/S; 660/E	SWD; San Andres; Zone Abandoned 1/23/8

25-8S-37E

2250/S; 1700/W

SWD; San Andres; Zone Abandoned 1/23/86.

DECEIVE

AUG 0 9 2000

Page J