CASE 7255: GULF OIL CORPORATION FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

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Oil Conservation

Santa Fe, New Mexico

Case No.

7322

Application

Transcripts

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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
20 May 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Gulf Oil Corporation) for compulsory pooling, Lea County,) New Mexico.

7255

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

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MR. NUTTER: We'll call next Case Number 7255. MR. PADILLA: Application of Gulf Oil Corporation for compulsory pooling, Lea County, New Mexico. MR. NUTTER: Applicant in this case has requested dismissal. Case Number 7255 will be dismissed. (Hearing concluded.) , **16**

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CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREPY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sarry W. Boyd COR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of case .vo. heard by me on Oll Conservation Division

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Application of Gulf Oil Corporation for compulsory pooling, Lea County, New Mexico.

CASE **7255**

BEFORE: Daniel S. Nutter

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For the Oil Conservation Division:

Ernest L. Padilla, Esq. Legal Counsel to the Division State Land Office Bldg. Santa Fe, New Mexico 87501

For the Applicant:

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CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREPY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sury w Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case to 1987, heard by me on ________1987 xaminer

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LARRY KEHOE

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

May 26, 1981

POST OFFICE BOX 2024 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 97501 (505) 827-2434

Mr. J. M. Thacker General Manager Production Gulf Oil Corporation P. O. Drawer 1150 Midland, Texas 79701 Re: CASE NO. 7255 ORDER NO. R-6695

Applicant:

Gulf Nil Corporation

Dear Sir:

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

Yours very truly,

JOE D. RAMEY

Director

JDR/fd

Copy of order also sent to:

Hobbs OCD x
Artesia OCD x
Aztec OCD

Other

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF

CASE NO. 7255 Order No. R-6695

APPLICATION OF GULF OIL CORPORATION FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 20, 1981, at Santa Fe, New Mexico, before Examiner Daniel 5. Nutter.

NOW, on this 22nd day of May, 1981, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

That the applicant's request for dismissal should be

IT IS THEREFORE ORDERED:

That Case No. 7255 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JUE D. RAMEY Director

Gulf Oil Exploration and Production Compa

J. M. Thacker

GENERAL MANAGER PRODUCTION
SOUTHWEST DISTRICT

SANTA FE P. O. Drawer 1150 Midland, TX. 79702

May 20, 1981

State of New Mexico Energy and Minerals Department Oil Conservation Division P.O. Box 2088 Sante Fe, New Mexico 87501

Attention: Joe D. Ramey

Gentlemen:

Examiner Hearing Case 7255 May 20, 1981 Compulsory Pooling Scott "E" Federal Com Well No. 1 W/2 Sec. 28, T-18-S, R-32-E Lea County, North Lusk Morrow Pool

This will confirm telephone request on May 19, 1981 to your Mr. Dan Nutter that the subject Case be dismissed without prejudice.

Yours very truly,

F. H. Martin Technical Manager

CPK/da

W. V. Kastler - Houston R. C. Anderson - Hobbs

S. H. Martin - Bldg.

A DIVISION OF GULF OIL CORPORATION

Dockett Nos. 17-81 and 18-81 are tentatively set for June 3 and 17, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 20, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for June, 1981, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
 - (2) Consideration of the allowable production of gas for June, 1981, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 7242: (Readvertised)

Application of Harvey E. Yates Company for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox Wolfcamp-Mississippian location of its McDonald Well No. 1 to be drilled 660 feet from the South line and 990 feet from the East line of Section 33, Township 13 South, Range 36 East, the S/2 of said Section 33 to be dedicated to the well.

CASE 7243: (Readvertised)

Application of Harvey E. Yates Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian and Mississippian formations underlying the S/2 of Section 33, Township 13 South, Range 36 East, for a gas completion and/or all mineral interests in the Pennsylvanian-Devonian formations underlying the SE/4 SE/4 of said Section 33 for an oil completion. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

- CASE 7253: Application of Bandera Energy Company for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the E/2 of Section 27, Township 16 South, Range 35 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7254: Application of Mesa Petroleum Company for compulsory pooling, San Juan County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying the W/2 of Section 15, Township 30 North, Range 11 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7255: Application of Gulf Oil Corporation for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Wolfcamp formation to the base of the Morrow formation underlying the W/2 of Section 28, Township 18 South, Range 32 East, to be dedicated to a well to be drilled at a standard location thereon.

 Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7256: Application of Petro-Lewis Corporation for downhole commingling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry,
 Drinkard, and Abo production in the wellbore of its Gulf Sarkeys Well No. 2 located in Unit F of
 Section 25, Township 21 South, Range 37 East.
- CASE 7257: (This case will be dismissed and a different well will be docketed for hearing later.)

Application of Cities Service Company for a salt water disposal well, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Entrada formation at approximately 5300 feet in its Federal "M" Well No. 1 in Unit P of Section 21, Township 19 North, Range 5 West.

Gull Oil Production Company J. M. Thacker GENERAL MANAGER PRODUCTION OIL CONSERVATION DIVISION P. O. Drawer 1150 Midland, TX. 79702

April 27, 1981

New Mexico Department of Energy & Minerals 0il Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87501

Case 7255

Attention: Mr. Joe D. Ramey

Gentlemen:

Gulf Oil Corporation respectfully requests that a hearing be scheduled on your Ryaminar Hearing hooket for May 20 1921 to consider an order for compulsory Examiner Hearing Docket for May 20, 1981, to consider an order for compulsory pooling of all mineral interests in the formations at depths below 5,000', not underlying the W/2 of Section 28 to exceed the base of the Morrow at 13,000', underlying the W/2 of Section 28, N.M.P.M., Lea County, New Mexico.

The above standard 320 acre unit is to be dedicated to the Scott "E" Federal Com. Well No. 1. The proposed well is to be dedicated to the Scott E. Federal Unit K, 1980! from the south and west lines of Section 28. Also to be considered will be allocation of well costs. Charges for constitution designation sidered will be allocation of well costs, charges for supervision, designation of a annilogant as operator of the well and a charge for rick involved in drilof a applicant as operator of the well and a charge for risk involved in dril-

Yours very truly,

J. M. Thacker

General Manager Production

RDL/da

IVISION OF GULF OIL CORPORATION

4-77-81 Rick Lyon = Gralf Oil Gorp Midland TX pplication of Grulf Oil Corp r Compulsory Pooling See K to pool all minimal juterests
from 5000 for to bese of Morrow doination
W/2 28-7785-R32E NMPM
Lea County, Std Well location Gulf Oper Charges Risk

DRAFT

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

dr/

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7255
Order No. R- 10695
APPLICATION OF GULF DIL CORPORATION FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO ORDER OF THE DIVISION BY THE DIVISION:
This cause came on for hearing at 9 a.m. on May 20
1981, at Santa Fe, New Mexico, before Examiner Daniel S. Nutte
NOW, on this <u>day of May</u> , 1981 , the Division
Director, having considered the record and the recommendations of
the Examiner, and being fully advised in the premises,
FINDS:
That the applicant's request for dismissal should be granted
IT IS THEREFORE ORDERED:
That Case No. 7255 is hereby dismissed.
DONE at Santa Fe, New Mexico, on the day and year hereinabov
designated.