Case MO.

7358

Application

Transcripts.

Small Exhibits

ETC

For the Oil Conservation Division:

For the Applicant:

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BEFORE:

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MR. STAMETS: Call next Case 7358. MR. PEARCE: Application of John Yuronka for compulsory pooling, Lea County, New Mexico. MR. STAMETS: At the request of the applicant this case will be dismissed. (Hearing concluded.) 13 17 18 21 22 23 24 25

CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREBY 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.

Sony W. Boyd CSE

I do horsely carlify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7358.

Oil Conservation Division

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Sally W. Boyd CSR

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a complete search of the proceedings in
the Examiner hearing of Case No.
heard by me on

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Examiner

Oil Conservation Division

SALLY W. BCYD, C.:
Rt. I Box 193-B
Santa Pc, New Merico 8750
Phone (505) 455-7409

LARRY KEHOE SECRETARY

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 07501 ISOSI 827-2434

October 14, 1981

Post Office Box 1626 Santa Fe, New Mexico 87501 John Yuronka Dear Sir: Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Pours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCD	Mr. Sumner G. Buell Jasper & Buell Attorneys at Law	ORDER NO. R-6798
Dear Sir: Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. Pours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCD Artesia OCD Aztec OCD	Post Office Box 1626	Applicant:
Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case. **Pours very truly** JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCD		John Yuronka
Division order recently entered in the subject case. Pours very truly, JOE D. RAMEY Director JDR/fd Copy of order also sent to: Hobbs OCD Artesia OCD Aztec OCD	Dear Sir:	
JDR/fd Copy of order also sent to: Hobbs OCD Artesia OCD Aztec OCD		
JDR/fd Copy of order also sent to: Hobbs OCD Artesia OCD Aztec OCD	Joe Stewey	
Copy of order also sent to: Hobbs OCD Artesia OCD Aztec OCD		
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Hobbs OCDArtesia OCDAztec OCD	JDR/fd	
Artesia OCDAztec OCD	Copy of order also sent to:	
Other	Artesia 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 CONSIDERING:

> CASE NO. 7358 Order No. R-6798

APPLICATION OF JOHN YURONKA 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 September 23, 1981, at Santa Fe, New Mexico, before Examiner, Richard L. Stamets.

NOW, on this 13th day of October, 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. 7358 is hereby dismissed.

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

STATE OF NEW MEXICO
OLL CONSERVATION DIVISION

JOE D. RAMEY

DIRECTOR

Dockets Nos. 31-81 and 32-81 are tentatively set for October 7, and October 21, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINES BEARING - WEDNESDAY -SEPTEMBER 23, 1981

9 A.M. FOLL CONFERENCE BUILDING, SANTA FE, NEW MEXICO

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

- CASE 7353: Application of Texaco, Inc., for the amendment of Division Order No. R-5530, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks the amendment of Order No. R-5530, which authorized its

 Central Vacuum Unit Area Pressure Maintenace Project, to increase the total project area allowable,

 or as an alternative, to reclassify the project as a waterflood project.
- CASE 735: Application of Corona Oil Company, for a pilot steam-enhanced oil recovery project, Guadalupe County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to institute a pilot steam-enhanced oil recovery project in the Santa Rosa formation by using two existing wells and three additional wells to be drilled to complete a five spot pattern located in the NE/4 HM/4 of Section 17, Township 11 North, Range 26 East.
- CASE 7355: Application of Doyle Hartman for directional drilling and an unorthodox location, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to drill his Bates Well No. 3, the surface location of which is 1C35 feet from the South line and 1210 feet from the West line of Section 20, Township 25

 South, Range 37 East, in such a manner as to bottom it at a depth of 3500 feet in the Jalmat Gas Pool at an unorthodox location 2310 feet from the South line and 1650 feet from the West line of Section 20.

 The SW/4 of said Section 20 would be dedicated to the well.
- CASE 7356: Application of S & I Oil Company for compulsory pooling, San Juan County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the W/2 SW/4 of Section 12, Township 29 North, Range 15 West, Cha Cha-Gallup Oil Pool, 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 7357: Application of Union Oil Company of California for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Atoka and
 Morrow formations underlying the W/2 of Section 16, Township 22 South, Range 33 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 7343: (Continued from September 9, 1981, Examiner Hearing)

Application of Caribou Four Corners, Inc. for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Cha Cha Gallup Oil Pool underlying the E/2 NW/4 of Section 18, Township 29 North, Range 14 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 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 7358: Application of John Yuronka for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langley Mattix Pool underlying the SW/4 of Section 6, Township 23 South, Range 37 East, to form four 40-acre tracts, each 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 wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a charge for risk involved in drilling said wells.

CASE 7359: Application of Energy Reserves Group for creation of a new gas pool and an unorthodox location, Roosevelt County, New Mexico.

Applicant, in the above-styled cause, seeks creation of a new Cisco gas pool for its Miller Com Well No. 1, located in Unit Most Section 12, Township 6 South, Range 33 East.

Applicant further seeks approval of an unorthodox location for its Miller "A" Well No. 1-Y, to be drilled 1800 feet from the South line and 1700 feet from the East line of Section 11 of the same township. The S/2 of said Section 11 to be dedicated to the well.

CASE 7345: (Continued from September 9, 1981, Examiner Hearing)

Application of Bass Enterprises Production Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Lovington Penn Pool underlying the N/2 NE/4 of Section 13, Township 16 South, Range 36 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 7360: Application of L. J. Buck for salt water disposal, Lea County, New Mexico.

Applicant, in the above-styled cause seeks authority to dispose of produced salt water into the Seven Rivers formation in the interval from 3221 feet to 3250 feet in his Monco Well No. 2 in Unit N of Section 25, Township 25 South, Range 36 East.

CASE 7352: (Continued from September 9, 1981 Examiner Hearing) .

Application of Yates Petroleum Corporation for designation of a tight formation, Eddy County, New Mexico. Applicant, in the above-styled cause, pursuant to Section 107 of the Natural Gas Policy Act 18-CFR Section 271.701-705, seeks the designation as a tight formation of the Permo-Penn and formation underlying all of the following townships:

Township 17 South, Ranges 24 thru 26 East:

18 South, 24 and 25 East;

19 South, 23 thru 25 East;

20 South, 21 thru 24 East;

20} South, 21 and 22 East;

21 South, 21 and 22 East;

Also Sections 1 thru 12 in 22 South, 21 and 22 East,

All of the above containing a total of 315,000 acres more or less.

CASE 7329: (Readvertised)

Application of Loco Hills Water Disposal Company for an exception to Order No. R-3221, Eddy County, New Mexico

Applicant, in the above-styled cause, seeks an exception to Order No. R-3221 to permit the commercial disposal of produced brine into several unlined surface pits located in the N/2 SW/4 SW/4 of Section 16, Township 17 South, Range 30 East.

Gorket's Mos. 31-81 and 32-81 are tentatively set for October 7, and October 21, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: COMMISSION HEARING - TUESDAY - SEPTEMBER 29, 1981

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

CASE 7116: (DE NOVO)

Application of Southland Royalty Company for designation of a tight formation, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Dakota formation underlying portions of Township 31 and 32 North, Ranges 10, 11, 12, and 13 west, containing 93,860 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271,701-705.

Opon application of Consolidated Oil & Gas, Inc., this case will be heard De Hovo pursuant to the provisions of Rule 1220.

- CASE 7361: Application of Southland Royalty Company for designation of a tight formation, San Juan County, New Mexico.

 Applicant, in the above-styled cause, seeks the designation of the Dakota formation underlying all or
 portions of Township 31 North, Ranges 10 and 11 West, and Township 32 North, Ranges 10, 11, 12, and 13

 West, containing 92,871 acres more or less, as a tight formation pursuant to Section 107 of the Natural
 Gas Policy Act and 18 CFR Section 271. 701-705.
- CASE 7362: Application of R. A. Mendenhall Associates, Ltd., for compulsory pooling, Eddy County, New Mexico.
 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Delaware
 Mountain Group formation underlying the NM/4 SE/4 of Section 10, Township 22 South, Range 27 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.

BEFORE THE OIL CONSERVATION DIVISION

OF THE

NEW MEXICO ENERGY & MINERALS DEPARTMENT

IN THE MATTER OF THE APPLICATION OF JOHN YURONKA FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

NO. 7358

APPLICATION

Comes now John Yuronka, by his attorneys, Jasper & Buell, and applies to the Oil Conservation Division for an order pooling all mineral interests in the Langley Maddix Pool Interval beneath the Southwest quarter of Section Six, Township Twenty-three South, Range Thirty-seven East (SW-1/4, Sec. 6, T. 23 S., R. 37 E.), N.M.P.M., Lea County, New Mexico, and in support of this application states:

- 1. Applicant proposes that he be designated operator of and is an interested party in the mineral interests under the above-described lands and within the intervals designated.
 - 2. Applicant proposes a well at a standard location on the above-described lands for production of hydrocarbons.
 - 3. Applicant has attempted to obtain participation of remaining working interest owners in the above-described lands and intervals in the drilling of the proposed well, but has not been successful.
 - 4. Applicant is entitled to a reasonable allocation of costs in drilling and operating the well and a reasonable charge for supervision during drilling and operations.
 - 5. Applicant is entitled to be designated operator of

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the well.

6. Applicant asks that he be awarded a three hundred percent (300%) risk factor to be charged non-participating interest owners.

7. A mineral interest owner of the interval under the above-described land which may have an interest is:

Cities Service Co. Post Office Box 1919 Midland, Texas 79702

- 8. The granting of this application will prevent waste and protect correlative rights.
- 9. This application may be heard by the Oil Conservation Division or one of its designated examiners.

JASPER & BUELL

Sumner G. Buell

Attorneys for Applicant

Post Office Box 1626

Santa Fe, New Mexico 87504-1626

BEFORE THE OIL CONSERVATION DIVISION

OF THE

NEW MEXICO ENERGY & MINERALS DEPARTMENT

IN THE MATTER OF THE APPLICATION OF JOHN YURONKA FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

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- 3. Applicant has attempted to obtain participation of remaining working interest owners in the above-described lands and intervals in the drilling of the proposed well, but has not been successful.
- 4. Applicant is entitled to a reasonable allocation of costs in drilling and operating the well and a reasonable charge for supervision during drilling and operations.
- 5. Applicant is entitled to be designated operator of the well.

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JASPER & BUELL

By June

Attorneys for Applicant Post Office Box 1626

Santa Fe, New Mexico 87504-1626

BEFORE THE OIL CONSERVATION DIVISION OF THE

NEW MEXICO ENERGY & MINERALS DEPARTMENT

IN THE MATTER OF THE APPLICATION OF JOHN YURONKA FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

NO. 7358

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JASPER & BUELL

Rv

Summer G. Buell Attorneys for Applicant

Post Office Box 1626

Santa Fe, New Mexico 87504-1626

DRAFT

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

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

CASE NO.	7358	
Order No.	R- 6798	

APPLICATION OF JOHN YURONKA FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

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ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 23
19 81 , at Santa Fe, New Mexico, before Examiner Richard L. Stamet
NOW, on this day of, 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. 7358 is hereby dismissed.
DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.

MS.