

CASE NO.

7560

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date JULY 21, 1982 Time: 9:00 A.M.

NAME	REPRESENTING	LOCATION
I. B. STITT	GMW Corp.	Midland, Texas
Boon Huhner	Brynam	Santa Fe
James H. Huhner	Huhner, Educ PA.	Roswell, N.M.
John L. Huhner	PARRED OIL, INC	Crosby, NM
Jeff Edmister	OCD	Albuquerque
George J. J. J.	Atkins Engineering	Wichita Falls, Texas
Donald R. Stephens	LANTON ENTERPRISES, INC.	Lubbock, Texas
GARY STEPHENS	MINERALS MANAGEMENT SERVICE	ALBUQUERQUE
S. G. Dull	Jasper & Dull	S.F.
Ann Hop -	Nimble Law Firm	S. FR
W. R. Brown	El Paso Inc	Las Alamos, Texas
W. R. Kellolin	Kellolin & Kellolin	Santa Fe
Larry R. Hoff	C & A Petroleum, INC	Midland, Tx
John Hoff	C & A Petroleum, Inc	Midland, Tx
John Hersonka	Independent	Midland, Tx
S. S. Dwyer	OCD	Albuquerque
	OCD	

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

21 July 1982

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation
Division on its own motion to permit
Charles H. Heisen, et al, to appear and show CASE
cause why a certain well in McKinley County, 7560
should not be plugged and abandoned in ac-
cordance with a Division-approved plugging
program.

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

W. Perry Pearce, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

I N D E X

FRANK CHAVEZ

Direct Examination by Mr. Pearce

3

Cross Examination by Mr. Nutter

7

E X H I B I T S

Division Exhibit One, Records

1
2 MR. NUTTER: WE'll call next Case Number
3 7560.

4 Call for appearances in Case Number 7560.

5 MR. PEARCE: Mr. Examiner, I am W. Perry
6 Pearce, appearing in this matter on behalf of New Mexico Oil
7 Conservation Division.

8 I have one witness who needs to be sworn.

9
10 (Witness sworn.)

11
12 FRANK CHAVEZ

13 being called as a witness and being duly sworn upon his oath,
14 testified as follows, to-wit:

15
16 DIRECT EXAMINATION

17 BY MR. PEARCE:

18 Q For the record, sir, would you please
19 state your name, position, and by whom you're employed?

20 A My name is Frank Chavez. I'm the District
21 Supervisor of the Aztec Office of the Oil Conservation Divi-
22 sion.

23 Q And how long have you held that position,
24 Mr. Chavez?

25 A I've held that position for two and a half

1
2 years.

3 Q Have you previously testified before the
4 Commission and are your credentials a matter of record?

5 A Yes.

6 Q Mr. Chavez, does your, the district for
7 which you are responsible include that part of McKinley County
8 involved in this case?

9 A Yes, it does.

10 Q Do your duties as District Supervisor in-
11 clude making recommendations to the Commission as to when
12 wells should be plugged and abandoned?

13 A Yes, they do.

14 Q And are you familiar with the subject
15 matter of Case 7560?

16 A Yes.

17 Q Would you briefly summarize for the Exa-
18 miner the purpose of this case?

19 A The purpose of this case is to call Charles
20 Heisen, and other interested parties, to appear and show
21 cause why the Crownpoint No. 1 Well, located in Unit letter
22 F, Section 18, Township 18 North, 13 West, in McKinley
23 County should not be plugged and abandoned in accordance
24 with a Division-approved plugging program.

25 Q In preparing this case have you reviewed

1
2 all reports filed with the Commission concerning this well?

3 A Yes, I have.

4 Q And do you have those records with you?

5 A Yes, I do.

6 Q At this time would you refer to those re-
7 cords, please, and summarize the history of this well?

8 A Yes. This well was permitted to drill in
9 November of 1980. It was spud in January of 1981 and was
10 drilled to a depth of 1470 feet. At that time 5-1/2 inch
11 casing was -- let me regress a little bit.

12 It was drilled and a surface string of
13 casing cemented in the hole. It was drilled to 1700 -- 1470
14 feet and a string of 5-1/2 inch casing was cemented in the
15 well.

16 The last report we received on the well
17 was in February of 1981.

18 Q Do you have any other communications rela-
19 tive to this case which you wish to call to the Examiner's
20 attention?

21 A Yes. I have received communications from
22 people who have worked on the well that this well was deepened
23 below this casing point to approximately 1600 feet. I have
24 no documentation of this. And that there were shows of oil
25 at that time. The formations that were drilled through at

1
2 depth would have been the Lower Gallup producing intervals.

3 Q In your opinion could a failure to plug
4 this well at this time cause waste?

5 A Yes, it could. As shown on Exhibit One,
6 or excuse me, Exhibit One shows the location of this well and
7 also shows a well which is labeled on this map as Mulholland
8 Well, which was a well drilled in 1920, completed in the
9 aquifer in the area, the Massive Gallup, which is just above
10 the casing point in the Crownpoint No. 1 Well.

11 This well, the Mulholland Well, flowed
12 fresh water, potable water, to the surface for a long period
13 of time, and now is on a pump and used for stock watering
14 purposes in this area.

15 MR. NUTTER: Does that well show on the
16 photograph here?

17 A No, it doesn't. We didn't get quite that
18 far.

19 MR. NUTTER: It is indicated up here as
20 being the other well next to the one with the red arrow, is
21 that it?

22 A That's right. They're approximately 150
23 feet apart.

24 MR. NUTTER: 150.

25 Q Mr. Chavez, at this time are you prepared

1
2 to recommend a plugging program for this well, or would you
3 prefer to delay that recommendation?

4 A. The plugging program that's shown as page
5 two of Exhibit One, and at this time we have no changes to
6 make to that program.

7 Q. Mr. Chavez, so far as you know, are the
8 exhibits -- both parts of the exhibit which you've presented
9 today true and correct copies of Commission records or your
10 recommendation of a plugging program --

11 A. Yes.

12 Q. -- for this well?

13 MR. PEARCE: Mr. Examiner, I have nothing
14 further in this case at this time. I move the admission of
15 Exhibit One to this proceeding.

16 MR. NUTTER: Exhibit One in Case Number
17 7560 will be admitted in evidence.

18
19 CROSS EXAMINATION

20 BY MR. NUTTER:

21 Q. Mr. Chavez, why is it necessary to plug
22 this well?

23 A. At this time the man who drilled the well,
24 Mr. Charles Heisen, has no intention of completing the well
25 as a producer. I have talked to him about that.

1
2 There is another gentleman who has been
3 trying to obtain the -- a bond and to take over operation of
4 the well. He says that he intends to deepen it to the Dakota,
5 however, he hasn't completed any workover the last few months
6 which has been complete and acceptable, and we feel after
7 talking with him that he is not serious in this endeavor and
8 that we should seek to have this well plugged.

9 Q So as far as you can tell, there's no one
10 on the horizon that positively will plug this -- or complete
11 this well as a producing well.

12 A No, no person --

13 Q The original driller says he's not going
14 to.

15 A That's right.

16 Q And you have doubts as to the other man's

17 A That's correct.

18 Q -- actual interest.

19 A That's correct. It -- the condition of
20 the well with that 5-1/2 inch casing to make it producable
21 at a Dakota depth is very difficult.

22 Q What is the Dakota depth?

23 A Dakota depth in this area would be approx-
24 imately 2500 feet.

25 Q So they'd have to run a small liner in

1
2 there.

3 A. That's right.

4 Q. Or a small casing string.

5 A. That's right, besides that 5-1/2 and it
6 would have to be pumped in this area.

7 Q. Is the -- would the Dakota be productive
8 of oil rather than gas if it were productive in the area?

9 A. Yes, it would be oil, not gas.

10 Q. Okay. Does the well constitute a hazard
11 to any --

12 A. It does at this time. The well has no
13 casinghead on it or valve to shut off, and the sources that
14 I had which said that there were oil shows in the drilled
15 out portion, are -- are very believable, and as such, there
16 is no protection to prevent the well, say, from the building
17 up of an oil level flowing to the surface and create a surface
18 hazard, and with the -- nobody at present maintaining the
19 well for production purposes, or intending to, the possibility
20 of a casing failure with -- including the Massive Gallup or
21 main aquifer in that area, is what is possible.

22 Q. And you do have a water well adjoining to
23 this?

24 A. That's right.

25 Q. So you know there's fresh water in the

1
2 area.

3 A. That's right.

4 Q. Okay, what was this show in, the Menafee,
5 or what?

6 A. No, the shows were in -- the oil shows that
7 I was told about were in the Lower Gallup, but apparently
8 were not of significance -- significant quantity to constitute
9 a commercial well.

10 Q. Okay. What has been Heisen's response to
11 us putting this case on the docket?

12 A. Mr. Heisen has not been very much concerned.
13 He -- we had sent him correspondence for several violations.
14 First of all, not filing his paper work in a timely manner;
15 for the maintenance of the lease at the surface; for not having
16 a well sign, which he hadn't put up until after we threatened
17 him twice with legal action.

18 Q. He got it up in time for your picture,
19 though.

20 A. That's right, and with the wrong -- with
21 the incorrect well name, too.

22 Q. I see.

23 MR. NUTTER: Are there any further ques-
24 tions of Mr. Chavez?

25 We'll take the case under advisement.

C E R T I F I C A T E

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.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7520 heard by me on 7/21 1982

[Signature], Examiner
Oil Conservation Division

SALL BOYD, C.S.R.

Box 193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

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

7 July 1982

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, et al, to appear and show cause why a certain well in McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE
7560

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

W. Perry Pearce, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: We'll call next Case 7560.

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and other interested parties to appear and show cause why the Crownpoint Well No. 1, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

MR. PEARCE: Mr. Examiner, I am W. Perry Pearce, appearing in this matter on behalf of the applicant, Oil Conservation Division.

The applicant requests that this matter be continued until the hearing presently scheduled for July the 21st of 1982.

MR. STAMETS: Case 7560 will be continued until the July 21st Examiner Hearing.

(Hearing concluded.)

C E R T I F I C A T E

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.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7560 heard by me on 12-2 1982

Richard L. Stamm, Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

1 Box 193-B

Santa Fe, New Mexico 87501

Phone (505) 455-7409

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 May 1982

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and other interested parties to appear and show cause why the Crownpoint Well No. 1 in McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE
7560

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Michael Cunningham, Pro Tem
W. Perry Pearce, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1
2 MR. STAMETS: Call next Case 7560, which
3 is in the matter of the hearing called by the Oil Conservation
4 Division on its own motion to permit Charles H. Heisen, Fidelity
5 and Deposit Company of Maryland, Surety, and other interested
6 parties to appear and show cause why the Crownpoint Well No.
7 1 in McKinley County, New Mexico, should not be plugged and
8 abandoned in accordance with a Division-approved plugging
9 program.

10 This case also will be continued to the
11 July 7th Examiner Hearing.

12
13 (Hearing concluded.)
14
15
16
17
18
19
20
21
22
23
24
25

C E R T I F I C A T E

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.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7560 heard by me on 5-12 19 92
Richard L. Starn, Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B

Santa Fe, New Mexico 87501

Phone (505) 433-7429

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date

APRIL 28, 1982Time: 9:00 A.M.

NAME	REPRESENTING	LOCATION
William A. Pan	Samuel, Tynd + Elch P.A.	Santa Fe
W. T. Kellum	Kellum + Kellum	Santa Fe
W. J. Bill Henry	Frank, Petr Inc.	MIDLAND
Henry L. L. L. L.	Minerals Management	ALBUQ.
Robert J. Pickens	MARATHON OIL CO	HOUSTON
Randall L. Wheeler	Marathon Oil Co	Midland
Elmer Brimberry	Marathon Oil	Midland
A. R. Kendrick	Northwest Expl. Co	Ayler, N.M.
R. Hulm	Byram	Santa Fe
JIM LAM	NEW MEXICO STATE LAND OFFICE	SANTA FE
Scott Hall	State Land Office	SF
Royce E. Lawton	DINCO Opr. Co	MIDLAND, TEX.
Kyle R. Lawton	" "	" "
JIM DEWEY	" "	" "
Paul Thompson	NORTHWEST PIPELINE	FARM.

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

28 April 1982

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, et al, to appear and show cause why the Crownpoint Well No. 1 in McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE
7560

BEFORE: Daniel S. Nutter

*Hearing
Regular in this
Transcript*

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

W. Perry Pearce, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1
2 MR. NUTTER: The hearing will come to order,
3 please.

4 The first case we'll call this morning
5 will be Case Number 7560, which is in the matter of the
6 hearing called by the OCD on its own motion to permit Charles
7 Heisen, Fidelity and Deposit Company of Maryland, Surety, and
8 all other interested parties to appear and show cause why a
9 certain well in McKinley County, New Mexico, should not be
10 plugged and abandoned.

11 MR. PEARCE: Mr. Examiner, I am W. Perry
12 Pearce appearing in This matter on behalf of the New Mexico
13 Oil Conservation Division, and we request that this matter
14 be continued until the hearing set for May the 12th of 1982.

15 MR. NUTTER: Case Number 7560 will be con-
16 tinued to the Examiner Hearing scheduled to be held at this
17 same place at 9:00 o'clock a. m. May 12th, 1982.

18
19 (Hearing concluded.)
20
21
22
23
24
25

C E R T I F I C A T E

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.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7039 heard by me on 4/28 1982.
[Signature], Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 195-B

Santa Fe, New Mexico 87501

Phone (505) 455-7409



BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

July 30, 1982

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87301
(505) 827-2434

Mr. Charles H. Heisen
700 Candelaria N.W.
Albuquerque, New Mexico 87107

Re: CASE NO. 7560
ORDER NO. 7-7839

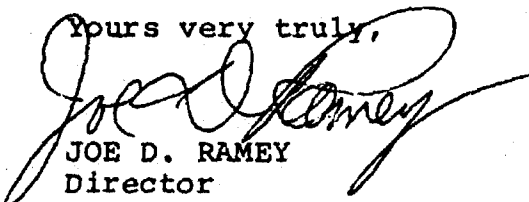
Applicant:

OCD (Charles H. Heisen)

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 x

Other Fidelity and Deposit Company

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 7560
Order No. R-7039

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT CHARLES H. HEISEN, FIDELITY AND DEPOSIT COMPANY OF MARYLAND, SURETY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE CROWNPOINT WELL NO. 1, LOCATED IN UNIT F, SECTION 18, TOWNSHIP 18 NORTH, RANGE 13 WEST, MCKINLEY COUNTY, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A DIVISION-APPROVED PLUGGING PROGRAM.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 21, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 28th day of July, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That Charles H. Heisen is the owner and operator of the Crownpoint Well No. 1, located in Unit F of Section 8, Township 18 North, Range 13 West, NMPM, McKinley County, New Mexico.

(3) That Fidelity and Deposit Company of Maryland is the surety on the Oil Conservation Division plugging bond on which Charles H. Heisen is principal.

(4) That the purpose of said bond is to assure the state that the subject well will be properly plugged and abandoned when not capable of commercial production.

(5) That in order to prevent waste and protect correlative rights said Crownpoint Well No. 1 should be plugged and abandoned in accordance with a program approved by the Aztec District Office of the New Mexico Oil Conservation Division on or before October 1, 1982, or the well should be returned to active drilling status or placed on production.

-2-

Case No. 7560
Order No. R-7039

IT IS THEREFORE ORDERED:

(1) That Charles H. Heisen and Fidelity and Deposit Company of Maryland are hereby ordered to plug and abandon the Crownpoint Well No. 1, located in Unit F of Section 18, Township 18 North, Range 13 West, NMPM, McKinley County, New Mexico, or in the alternative, to return the well to active drilling status or place the well on production on or before October 1, 1982.

(2) That Charles H. Heisen and Fidelity and Deposit Company, prior to plugging and abandoning the above-described well, shall obtain from the Aztec office of the Division, a Division-approved program for said plugging and abandoning, and shall notify said Aztec office of the date and hour said work is to be commenced whereupon the Division may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



Joe D. Ramey
JOE D. RAMEY,
Director

CHARLES H. HEISEN

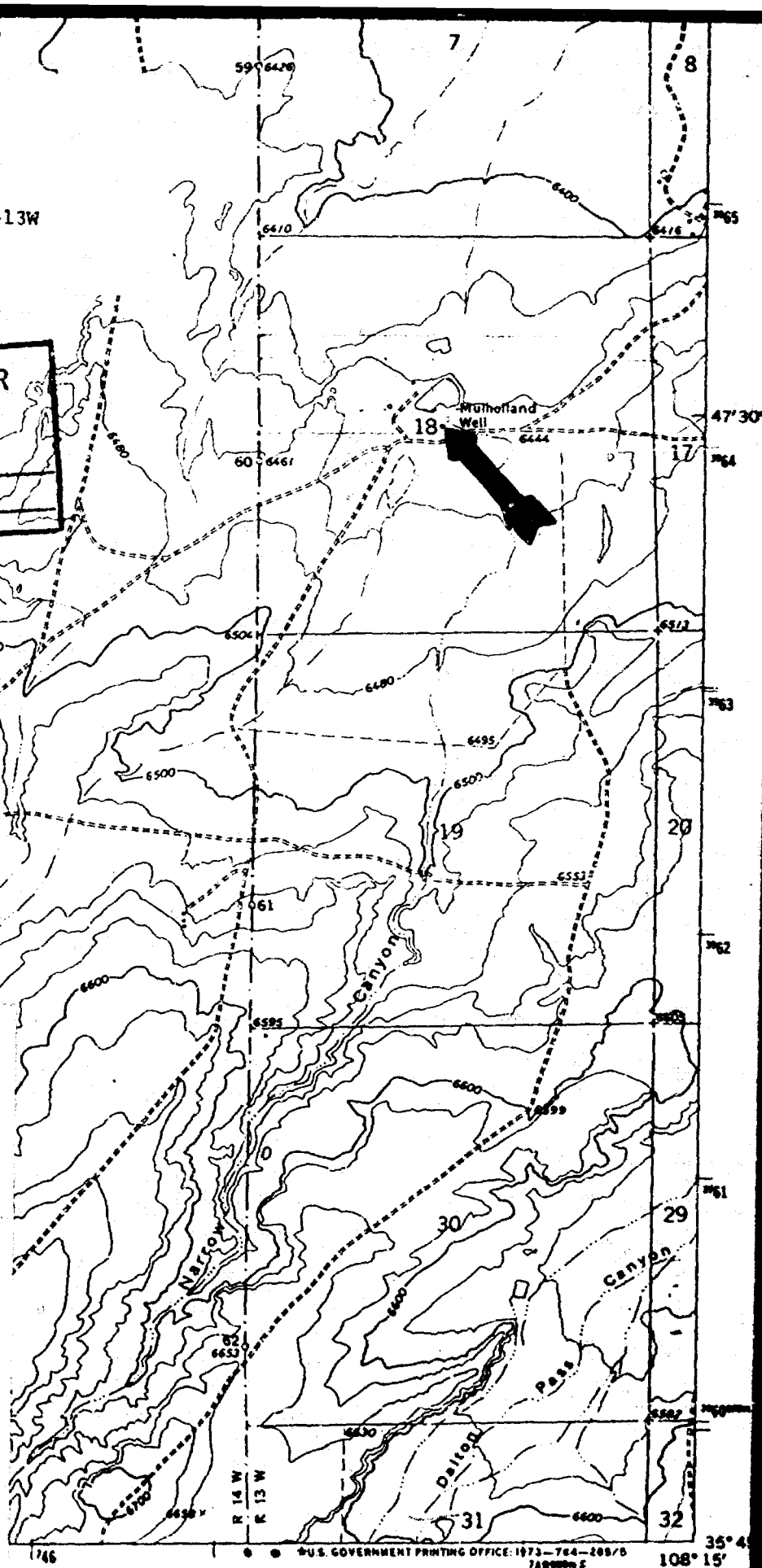
Crownpoint #1 F-18-18N-13W

BEFORE EXAMINER NUTTER
OIL CONSERVATION DIVISION

EXHIBIT NO.

CASE NO.

81560

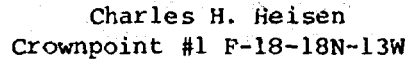


ROAD CLASSIFICATION

Primary highway,

Light-duty road, hard or

U.S. GOVERNMENT PRINTING OFFICE: 1973-764-289/5
1480000 E.



Charles H. Heisen
Crownpoint #1 F-18-18N-13W

8 5/8" 32# @ 83' W/35 sx. circ.

5 1/2" 14# @ 1470' W/175 sx. circ.

Proposed plugging program:

- (1) Clean out to TD
- (2) Set plug from TD to 1000'
- (3) Set plug from 550' to 450'
- (4) Set plug from 130' to surface
- (5) Set marker, clean, and level location

All plugs will be Class A, B or C cement with or without accelerator.

BEFORE EXAMINER NUTTER
OIL CONSERVATION DIVISION

EXHIBIT NO. 1
CASE NO. 7560

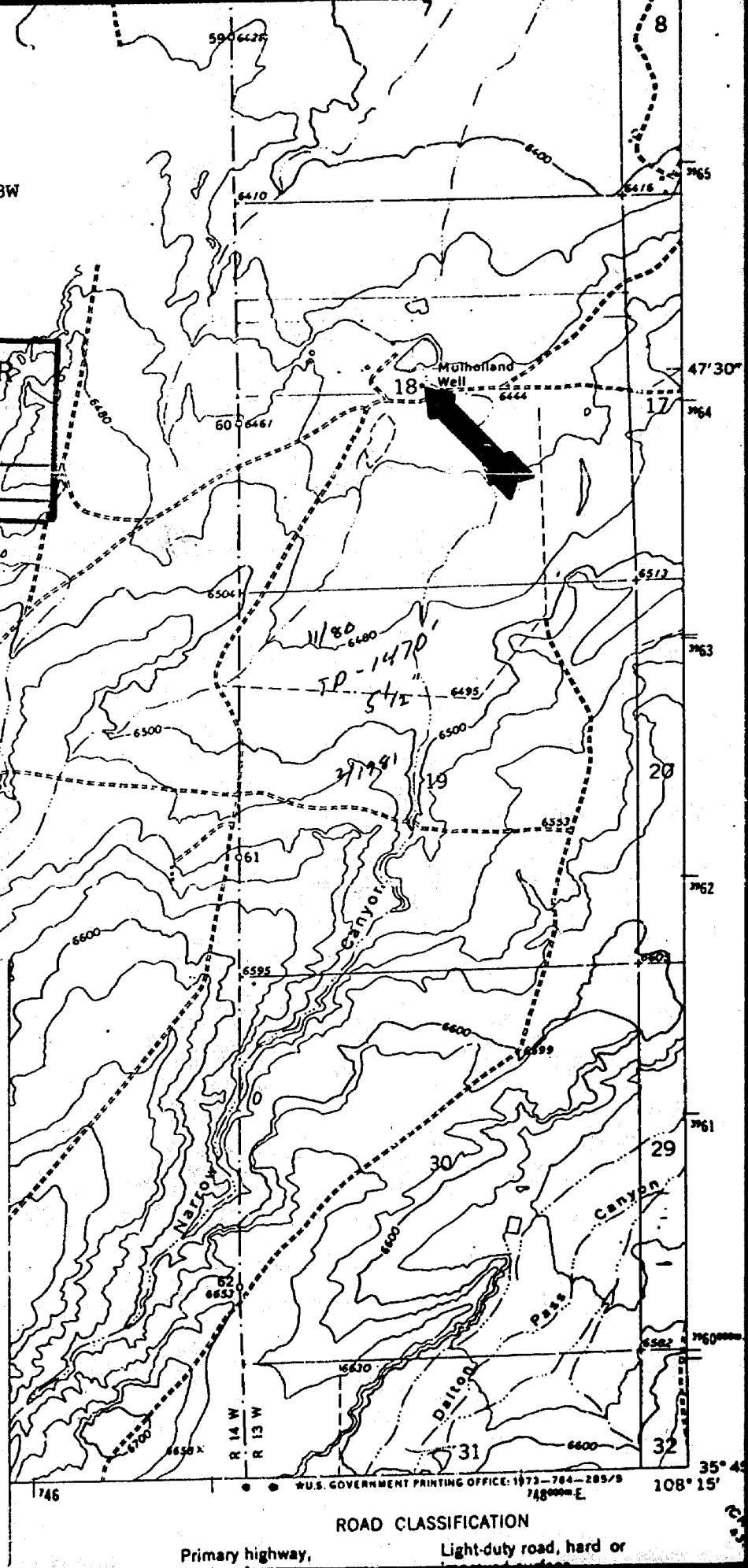
CHARLES H. HEISEN

Crownpoint #1 F-18-18N-13W

BEFORE EXAMINER NUTTER
OIL CONSERVATION DIVISION

EXHIBIT NO.

CASE NO.



ROAD CLASSIFICATION

Primary highway,

Light-duty road, hard or

Charles H. Heisen
Crowmpoint #1 F-18-18N-13W

8 5/8" 32# @ 83' W/35 sx. circ.

5 1/2" 14# @ 1470' W/175 sx. circ.

deposited to 1600'

Proposed plugging program:

- (1) Clean out to TD
- (2) Set plug from TD to 1000'
- (3) Set plug from 550' to 450'
- (4) Set plug from 130' to surface
- (5) Set marker, clean, and level location

All plugs will be Class A, B or C cement with or without accelerator.

Dockets Nos. 25-82 and 26-82 are tentatively set for August 4 and August 18, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 21, 1982

9 A.M. - MORGAN HALL, OIL CONSERVATION DIVISION,
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 August, 1982, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for August, 1982, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 7560: (Continued from July 7, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and all other interested parties to appear and show cause why the Crownpoint Well No. 1, located in Unit F, Section 18, Township 18 North, Range 13 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7599: (Continued from June 9, 1982, Examiner Hearing)

Application of Barber Oil Inc. for an Exception to Rule 705-A Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the provisions of Rule 705-A of the Division Rules and Regulations to permit 37 temporarily abandoned injection wells in its Russell Pool waterflood project to remain inactive for a period of up to three years without the required cement or bridge plugs being installed therein to isolate the injection zone.

CASE 7622: Application of El Ran, Inc. for a waterflood project, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Chaveroo-San Andres Pool by the injection of water into the perforated interval from 4169 feet to 4276 feet in its U. S. Well No. 1, located in Unit N of Section 34, Township 7 South, Range 32 East.

CASE 7516: (Continued from May 12, 1982, Examiner Hearing)

Application of Benson-Montin-Greer for a unit agreement, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North Canada Ojitos Unit Area, comprising 12,361 acres, more or less, of Jicarilla Apache Indian lands in Township 27 North, Range 1 West.

CASE 7623: Application of C & K Petroleum, Inc. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Abo formation underlying the SE/4 SE/4 of Section 28, Township 16 South, Range 37 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 the applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7620: (Continued from July 7, 1982, Examiner Hearing)

Application of Mesa Petroleum Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations from the surface through the base of the Abo formation underlying the SW/4 of Section 8, Township 5 South, Range 25 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 7624: Application of John Yuronka for an unorthodox gas well location and compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Jalmat Gas Pool underlying the SW/4 of Section 31, Township 22 South, Range 37 East, to form a non-standard gas proration unit to be dedicated to a well to be drilled at an unorthodox location 990 feet from the South line and 130 feet from the West line of said Section 31. 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 7618: (Readvertised)

Application of Doyle Hartman for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a gas well to be drilled 1450 feet from the South line and 1980 feet from the East line of Section 20, Township 20 South, Range 37 East, Eumont Gas Pool, the SE/4 of said Section 20 to be simultaneously dedicated to said well and to the State A-20 Well No. 1 located in Unit I of said Section 20.

CASE 7625: Application of GWM Corp. for designation of a tight formation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Pawnee Strawn Reservoir underlying Sections 9 and 10, 14 thru 16, 21 thru 24, and 26 and 27, Township 25 South, Range 36 East, containing 7,040 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 7626: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, contracting, and extending certain pools in Rio Arriba, San Juan, McKinley, and Sandoval Counties, New Mexico.

- (a) That the Otero-Gallup Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby contracted by excluding:

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM
Section 35: W/2 SW/4

- (b) That a new pool in Rio Arriba County, New Mexico, classified as a Chacra Pool for gas production, is hereby created and designated the Adobe-Chacra Pool, comprising the following described area:

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM
Section 13: S/2
24: E/2

- (c) That a new pool in San Juan County, New Mexico, classified as a Gallup Pool for oil production, is hereby created and designated the Armenta-Gallup Oil Pool, comprising the following described area:

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM
Sections 26: SW/4
27: S/2
28: E/2 SW/4 and SE/4
33: E/2 NW/4 and NE/4
34: N/2
35: N/2 and N/2 SE/4

- (d) That a new pool in San Juan County, New Mexico, classified as a gas pool for Fruitland production, is hereby created and designated the Glades-Fruitland Pool, comprising the following described area:

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM
Section 31: NW/4

TOWNSHIP 32 NORTH, RANGE 12 WEST, NMPM
Sections 35: N/2 and SE/4
36: N/2 and SW/4

- (e) That a new pool in Sandoval County, New Mexico, classified as a Mancos pool for oil production, is hereby created and designated the San Ysidro-Mancos Oil Pool, comprising the following described area:

TOWNSHIP 21 NORTH, RANGE 3 WEST, NMPM
Section 29: S/2 SW/4
30: E/2 E/2 and SW/4 SE/4

- (f) That the Albino-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 32 NORTH, RANGE 8 WEST, NMPM
Sections 11: S/2
13: W/2 and NE/4
14: E/2 and SW/4
26: NE/4

TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPM
Section 18: NW/4

- (g) That the Angel Peak-Gallup Associated Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Sections 22: All
27: N/2

- (h) That the Aztec-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM
Section 9: SE/4

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Sections 25: SE/4
33: N/2

- (i) That the Aztec-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPM
Sections 14: SE/4
35: NE/4

- (j) That the B S Mesa Gallup Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 26 NORTH, RANGE 4 WEST, NMPM
Section 9: N/2 and SE/4

- (k) That the Ballard-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM
Sections 25: All
36: N/2

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM
Sections 6: NW/4
16: SE/4

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM
Sections 27: SW/4
34: N/2
35: NW/4

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM
Section 19: N/2 and SE/4

TOWNSHIP 26 NORTH, RANGE 8 WEST, NMPM
Sections 9: SE/4
10: All
15: NE/4

- (l) That the Bisti-Farmington Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM
Section 3: SW/4

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM
Sections 31: E/2
32: All

- (m) That the Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 10 WEST, NMPM
Section 9: N/2 NW/4

- (n) That the Blanco Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM
Sections 8: E/2
16: All
17: All
20: N/2
21: W/2

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM
Sections 1: All
2: All

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM
Sections 17: W/2
18: E/2
20: W/2
27: S/2

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM
Sections 23: All
24: W/2

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM
Section 6: E/2

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM
Sections 7: All
15: N/2
18: All
19: All
30: All

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Sections 1, 12, 13, 24, 25: All

TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM
Sections 8: All
9: All

TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM
Sections 7: All
8: W/2

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPM
Section 31: All

- (c) That the Blanco-Pictured Cliffs Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 28 NORTH, RANGE 7 WEST, NMPM
Section 8: All

TOWNSHIP 29 NORTH, RANGE 7 WEST, NMPM
Section 31: SE/4

TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM
Section 20: S/2

TOWNSHIP 31 NORTH, RANGE 10 WEST, NMPM
Section 25: NW/4

TOWNSHIP 32 NORTH, RANGE 10 WEST, NMPM
Section 29: NE/4

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM
Section 10: W/2

TOWNSHIP 32 NORTH, RANGE 12 WEST, NMPM
Sections 15: S/2
35: NW/4

- (p) That the East Blanco-Pictured Cliffs Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 30 NORTH, RANGE 4 WEST, NMPM
Sections 11: SE/4
14: E/2
26: W/2
35: NW/4

- (q) That the South Blanco-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 1 WEST, NMPM
Sections 17: SW/4
18: W/2

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM
Section 17: SE/4

TOWNSHIP 26 NORTH, RANGE 8 WEST, NMPM
Sections 3: S/2 and NW/4
4: SE/4

TOWNSHIP 28 NORTH, RANGE 7 WEST, NMPM
Sections 10: All
11: All
15: NW/4

- (r) That the Bloomfield-Chacra Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM
Section 30: N/2

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Sections 20: W/2
25: SE/4
28: S/2
29: All
30: NE/4
31: N/2
32: N/2
33: N/2 and SE/4

- (s) That the Bloomfield-Farmington Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Sections 25: SW/4
26: SE/4 SE/4

- (t) That the Cha Cha-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 28 NORTH, RANGE 13 WEST, NMPM
Section 22: W/2 SW/4

TOWNSHIP 29 NORTH, RANGE 14 WEST, NMPM
Sections 7: S/2 SW/4
18: N/2

TOWNSHIP 29 NORTH, RANGE 15 WEST, NMPM
Sections 1: S/2 SW/4
13: NW/4

- (u) That the Chacon-Dakota Associated Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 22 NORTH, RANGE 2 WEST, NMPM
Section 7: SW/4

TOWNSHIP 22 NORTH, RANGE 3 WEST, NMPM
Sections 1: E/2
3: NW/4
10: E/2
11: All
12: All

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM
Sections 2: W/2
11: NE/4
36: SW/4

TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM
Sections 15: SW/4
16: E/2 and NW/4
22: NW/4
26: NW/4
27: NE/4

- (v) That the Choza Mesa-Pictured Cliffs Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 3 WEST, NMPM
Section 29: SW/4

- (w) That the Crouch Mesa-Mesaverde Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Section 6: SE/4

- (x) That the Cuervo-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Section 20: SW/4 SW/4

- (y) That the Dufers Point Gallup-Dakota Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Sections 3: S/2 SW/4
4: S/2 SE/4

- (z) That the Farmer-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPN
Sections 8: All
9: W/2

- (aa) That the Flora Vista-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPN
Section 34: SE/4

TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPN
Section 15: NW/4

- (bb) That the Flora Vista-Gallup Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPN
Sections 5: N/2
6: NE/4
11: NW/4

- (cc) That the Fulcher Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 27 NORTH, RANGE 11 WEST, NMPN
Sections 1: W/2
12: W/2

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPN
Section 36: W/2

- (dd) That the South Gallegos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPN
Section 18: NE/4

- (ee) That the Gallegos-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPN
Section 12: SW/4

- (ff) That the Gobernador-Pictured Cliffs Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 5 WEST, NMPN
Sections 4: SW/4
9: NE/4
15: NE/4
25: NE/4
26: NE/4

TOWNSHIP 30 NORTH, RANGE 5 WEST, NMPN
Section 34: SW/4

- (gg) That the Gonzales-Mesaverte Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPN
Sections 4: E/2 and NW/4
9: NE/4
10: All

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPN
Sections 31: NW/4
32: SE/4
33: W/2

- (hh) That the Harris Mesa-Chacra Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPN
Sections 5: NW/4
6: NE/4

TOWNSHIP 28 NORTH, RANGE 9 WEST, NMPN
Sections 19: SE/4
29: NW/4
30: NE/4

- (ii) That the Horseshoe-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 30 NORTH, RANGE 15 WEST, NMPH
Section 19: N/2 SW/4

- (jj) That the Hospah-Dakota Oil Pool in McKinley County, New Mexico, as heretofore, classified, defined and described, is hereby extended to include:

TOWNSHIP 17 NORTH, RANGE 8 WEST, NMPH
Section 6: SW/4 SE/4

- (kk) That the West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPH
Section 3: NW/4

TOWNSHIP 27 NORTH, RANGE 11 WEST, NMPH
Sections 11: W/2
29: W/2
30: All
31: All
32: NW/4
33: All
34: W/2

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPH
Sections 34: NE/4
35: All

- (ll) That the Largo-Chacra Pool in Rio Arriba and San Juan Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPH
Section 22: NE/4

TOWNSHIP 27 NORTH, RANGE 8 WEST, NMPH
Sections 2: SW/4
9: NW/4

- (mm) That the South Lindrith Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include:

TOWNSHIP 23 NORTH, RANGE 4 WEST, NMPH
Section 3: NW/4 NE/4

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPH
Sections 27: S/2 S/2
28: SE/4
33: E/2
34: All

- (nn) That the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPH
Section 6: W/2

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPH
Sections 10: SW/4
14: SE/4
36: NE/4

TOWNSHIP 25 NORTH, RANGE 4 WEST, NMPH
Sections 14: SE/4
15: NE/4
35: E/2

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPH
Section 35: SW/4

- (oo) That the North Los Pinos-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 32 NORTH, RANGE 8 WEST, NMPH
Section 23: W/2

- (pp) That the South Los Pinos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 31 NORTH, RANGE 7 WEST, NMPH
Sections 7: SE/4
10: SW/4
12: W/2

TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPH
Sections 26: SW/4
27: SE/4
34: NE/4
36: NW/4

- (qq) That the Lybrook-Gallup Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 23 NORTH, RANGE 6 WEST, NMPM
Section 29: E/2 NW/4

TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM
Sections 2: W/2 NW/4
6: NE/4 SE/4
9: N/2 SW/4

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Sections 22: SE/4 SE/4
25: SE/4 NW/4, SW/4 NE/4, and NW/4 SE/4
26: NW/4, W/2 NE/4, and NE/4 SE/4
27: N/2, N/2 SW/4, and NW/4 SE/4

- (rr) That the Marcelina-Dakota Oil Pool in McKinley County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 16 NORTH, RANGE 10 WEST, NMPM
Section 13: S/2 SE/4

- (ss) That the Meadows-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 29 NORTH, RANGE 15 WEST, NMPM
Sections 2: SW/4 SW/4
3: NW/4, NE/4 SW/4, N/2 SE/4 and SE/4 SE/4
4: NE/4 and NW/4 SE/4
13: NE/4 SE/4

TOWNSHIP 30 NORTH, RANGE 15 WEST, NMPM
Sections 28: SW/4 SW/4
29: SE/4 SE/4
33: N/2 NW/4 and SE/4 NW/4

- (tt) That the Miguel Creek-Gallup Oil Pool in McKinley County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 16 NORTH, RANGE 6 WEST, NMPM
Sections 20: S/2 NE/4
21: W/2 SW/4 and NE/4 SW/4
28: SW/4 NW/4

- (uu) That the Mt. Webb-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include:

TOWNSHIP 32 NORTH, RANGE 10 WEST, NMPM
Sections: 28: NW/4
29: E/2
32: NE/4

- (vv) That the Ojito Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 3 WEST NMPM
Sections 7: W/2
18: W/2 and NE/4
20: W/2
21: W/2 NW/4

- (ww) That the Otero-Chacra Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 5 WEST NMPM
Sections 13: SW/4
14: SE/4
23: NE/4
34: S/2
35: SW/4
36: SE/4

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM

Sections 23: SW/4
26: NW/4

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM

Sections 24: SW/4
25: NW/4

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM

Sections 2: W/2
16: NE/4

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM

Sections 34: S/2
35: W/2

- (xx) That the Otero-Gallup Oil Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM

Section 3: N/2 NE/4

- (yy) That the North Pinon-Fruitland Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 28 NORTH, RANGE 12 WEST, NMPM

Sections 9: All
16: NE/4

- (zz) That the Pinon-Gallup Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 28 NORTH, RANGE 12 WEST, NMPM

Section 13: W/2 NW/4

- (aaa) That the Potwin-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM

Section 8: NE/4

- (bbb) That the Ute Dome-Dakota Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 32 NORTH, RANGE 13 WEST, NMPM

Section 31: W/2

- (ccc) That the Ute Dome-Paradox Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 32 NORTH, RANGE 13 WEST, NMPM

Section 19: All

- (ddd) That the WAM Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM

Section 5: NE/4

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM

Section 9: S/2

TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM

Section 25: NE/4

- (eee) That the Whitewash Mancos-Dakota Oil Pool in San Juan County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 24 NORTH, RANGE 9 WEST, NMPM

Sections 10: SE/4 SE/4

11: W/2 SW/4

- (fff) That the Wildhorse-Gallup Pool in Rio Arriba County, New Mexico, as heretofore classified, defined and described, is hereby extended to include:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 18: NE/4

Dockets Nos. 23-82 and 24-82 are tentatively set for July 21 and August 4, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: COMMISSION HEARING - FRIDAY - JUNE 25, 1982

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

The following cases were continued from the June 22, 1982, Commission Hearing:

CASE 7522: (DE NOVO)

Application of Santa Fe Exploration Co. for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 660 feet from the North and West lines of Section 14, Township 20 South, Range 25 East, Permo-Penn, Strawn, Atoka and Morrow formations, the N/2 of said Section 14 to be dedicated to the well.

Upon application of Chama Petroleum Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 7521: (DE NOVO)

Application of William B. Barnhill for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 660 feet from the South and West lines of Section 35, Township 19 South, Range 25 East, Permo-Penn, Strawn, Atoka and Morrow formations, the S/2 of said Section 35 to be dedicated to the well.

Upon application of Chama Petroleum Company and William B. Barnhill, this case will be heard De Novo pursuant to the provisions of Rule 1220.

Docket No. 22-82

DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 7, 1982

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

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

CASE 7566: (Continued from May 12, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Flag-Redfern Oil Co., Principal, National Surety Corporation, and all other interested parties to appear and show cause why four wells, being the Julander No. 1 located in Unit L, Section 34; Julander No. 2 located in Unit I, Section 33; Hargis No. 1 located in Unit G, Section 33; and Hargis No. 2 located in Unit J, Section 33, all in Township 30 North, Range 12 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7560: (Continued from May 12, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and all other interested parties to appear and show cause why the Crownpoint Well No. 1, located in Unit F, Section 18, Township 18 North, Range 13 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7619: Application of Merrion Oil & Gas Corp. for pool creation and special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Gallup Pool to comprise Sections 3, 4, 8, 9, 10, 14, and 15, Township 23 North, Range 6 West, and the promulgation of special rules therefor including 160-acre spacing for oil and gas.

CASE 7620: Application of Mesa Petroleum Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations from the surface through the base of the Abo formation underlying the SW/4 of Section 8, Township 5 South, Range 25 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 7548: (Continued from June 23, 1982, Examiner Hearing)

Application of Tahoe Oil & Cattle Co. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the perforated interval from 4932 feet to 4992 feet in its Schwalbe Well No. 1, located in Unit P of Section 21, Township 9 South, Range 37 East, West Sawyer-San Andres Pool.

CASES 7528, 7529, 7532, 7533 and 7534: (Continued from May 12, 1982, Examiner Hearing)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following 5 cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case 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 7528: NW/4 Section 4, Township 5 South, Range 24 East

CASE 7529: NE/4 Section 4, Township 5 South, Range 24 East

CASE 7532: SE/4 Section 27, Township 6 South, Range 24 East

CASE 7533: SW/4 Section 27, Township 6 South, Range 24 East

CASE 7534: NW/4 Section 34, Township 6 South, Range 24 East

CASE 7621: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, abolishing, and extending certain pools in Chaves, Eddy, and Lea Counties, New Mexico.

- (a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Big Sinks-Wolfcamp Gas Pool. The discovery well is the Perry R. Bass, Poker Lake Unit Well No. 50 located in Unit B of Section 4, Township 25 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 31 EAST, NMPM
Section 4: N/2

- (b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the East Black River-Atoka Gas Pool. The discovery well is the Pogo Production Company MAW State Well No. 1 located in Unit E of Section 14, Township 24 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 27 EAST, NMPM
Section 14: W/2

- (c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Black River-Morrow Gas Pool. The discovery well is the HNG Oil Company Loving 1 State Well No. 1 located in Unit B of Section 1, Township 24 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 27 EAST, NMPM
Section 1: W/2

- (d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Dog Town Draw-Morrow Gas Pool. The discovery well is the Perry R. Bass Poker Lake Unit Well No. 49 located in Unit E of Section 17, Township 24 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 30 EAST, NMPM
Section 17: W/2

- (e) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Yates production and designated as the East Eumont-Yates Pool. The discovery well is Ike Lovelady, Inc. Linwood Well No. 1 located in Unit F of Section 30, Township 19 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM
Section 30: NW/4

- (f) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Featherstone-Bone Spring Pool. The discovery well is The Superior Oil Company Featherstone Federal Well No. 1 located in Unit G of Section 21, Township 20 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM
Section 21: NE/4

- (g) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Livingston Ridge-Atoka Gas Pool. The discovery well is the Perry R. Bass James Ranch Unit Well No. 12 located in Unit G of Section 21, Township 22 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM
Section 21: E/2

- (h) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Yates production and designated as the West Nadine-Yates Pool. The discovery well is the Ike Lovelady, Inc. McNeill Well No. 1 located in Unit M of Section 33, Township 19 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM
Section 33: SW/4

- (i) ABOLISH the South Rock Tank-Morrow Gas Pool in Eddy County, New Mexico, heretofore classified, defined, and described as:

TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM
Section 2: W/2

- (j) EXTEND the Baldrige Canyon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM
Section 1: W/2
Section 2: All
Section 14: S/2

- (k) EXTEND the West Bitter Lakes-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 25 EAST, NMPM
Section 17: NE/4 NE/4 and W/2 NE/4

- (l) EXTEND the East Carlsbad-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM
Section 21: All
Section 22: W/2

- (m) EXTEND the Chaveroo-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM

Section 7: S/2

Section 8: SW/4

- (n) EXTEND the East Eagle Creek Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM

Section 32: W/2

- (o) EXTEND the Malaga-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM

Section 10: W/2

- (p) EXTEND the East Mason-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, NMPM

Section 16: NW/4

- (q) EXTEND the Penjack-Abo Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 26 EAST, NMPM

Section 31: SE/4

Section 32: All

- (r) EXTEND the Racetrack-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 28 EAST, NMPM

Section 20: SW/4

- (s) EXTEND the East Red Lake Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 30: NW/4

- (t) EXTEND the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 37 EAST, NMPM

Section 3: NW/4

- (u) EXTEND the Scharb-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM

Section 9: SW/4

- (v) EXTEND the Turkey Track-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 28: W/2

DOCKET: COMMISSION HEARING - WEDNESDAY - JULY 14, 1982

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

CASE 7496: (DE NOVO)

Application of Viking Petroleum, Inc. for an unorthodox location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of an Abo gas well located 62 feet from the South line and 1984 feet from the East line of Section 29, Township 5 South, Range 24 East, the SE/4 of said Section 29 to be dedicated to the well.

Upon application of Viking Petroleum, Inc., this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 7329: (DE NOVO)

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.

Upon application of Loco Hills Water Disposal Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

ENERGY and MINERALS DEPARTMENT

Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

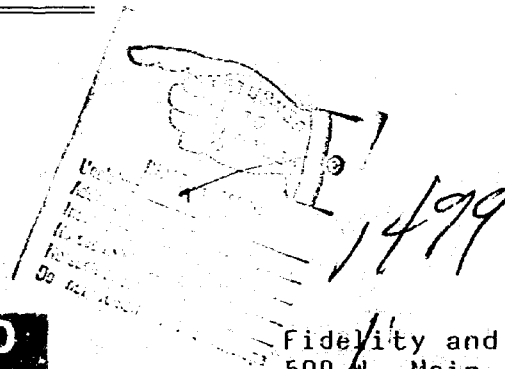
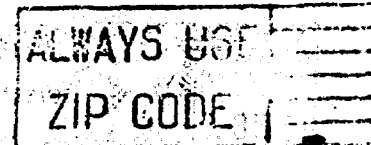
Return to 500 W. Main
NOT DELIVERABLE
AS ADDRESSED -
UNABLE TO FORWARD

~~Fidelity and Deposit Company
500 W. Main
Farmington, New Mexico 87401~~



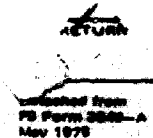
ENERGY and MINERALS DEPARTMENT

Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501



Fidelity and Deposit Compan
500 W. Main
Farmington, New Mexico 87401

RETURN RECEIPT REQUESTED



PS Form 3811, Rev. 1975

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

SENDER: Complete items 1, 2, and 3. Add your address in the "RETURN TO" space on reverse.		
1. The following service is requested (check one).		
<input checked="" type="checkbox"/> Show to whom and date delivered25¢		
<input type="checkbox"/> Show to whom, date, & address of delivery45¢		
<input type="checkbox"/> RESTRICTED DELIVERY. Show to whom and date delivered85¢		
<input type="checkbox"/> RESTRICTED DELIVERY. Show to whom, date, and address of delivery ..\$1.05 (Fees shown are in addition to postage charges and other fees).		
2. ARTICLE ADDRESSED TO: Fidelity and Deposit Company 500 W. Main Farmington, New Mexico 87401		
3. ARTICLE DESCRIPTION:		
REGISTERED NO.	CERTIFIED NO.	INSURED NO.
	P 243 079	926
(Always obtain signature of addressee or agent)		
I have received the article described above.		
SIGNATURE <input type="checkbox"/> Addressee <input type="checkbox"/> Authorized agent		
4. DATE OF DELIVERY		POSTMARK
5. ADDRESS (Complete only if requested)		
6. UNABLE TO DELIVER BECAUSE:		CLERK'S INITIALS

Dockets Nos. 14-82 and 15-82 are tentatively set for May 26 and June 9, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date..

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 12, 1982

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

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

- ALLOWABLE: (1) Consideration of the allowable production of gas for June, 1982, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for June, 1982, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 7540: (Continued and Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Pauly-Anderson-Pritchard, William H. Pauly, and all other interested parties to appear and show cause why the Maloy Well No. 1, located in Unit P, Section 16, Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7538: (Continued and Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Francis L. Harvey and all other interested parties to appear and show cause why the Pinkstaff Estate Well No. 2, located in Unit A, Section 29, Township 29 North, Range 10 West, San Juan County, should not be re-entered and plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7566: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Flag-Redfern Oil Co., Principal, National Surety Corporation, and all other interested parties to appear and show cause why four wells, being the Julander No. 1 located in Unit L, Section 34; Julander No. 2 located in Unit I, Section 33; Hargis No. 1 located in Unit G, Section 33; and Hargis No. 2 located in Unit J, Section 33, all in Township 30 North, Range 12 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7560: (Continued from April 28, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and all other interested parties to appear and show cause why the Crownpoint Well No. 1, located in Unit F, Section 18, Township 18 North, Range 13 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7542: (Continued from April 14, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Benson-Montin-Greer Drilling Corporation, Hartford Accident and Indemnity Company, and all other interested parties to appear and show cause why the following wells: Dustin No. 1, located in Unit K, Section 6, and the Gallegos Canyon Unit No. 2, located in Unit K, Section 35, both in Township 29 North, Range 12 West, and the Segal No. 1, located in Unit K, Section 10, and the Price No. 1, located in Unit N, Section 15, both in Township 31 North, Range 13 West, San Juan County, should not be plugged and abandoned in accordance with Division-approved plugging programs.

CASE 7567: Application of Harvey E. Yates Company for a unit agreement, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval for the Richardson Unit Area, comprising 1,283.35 acres, more or less, of State and Fee lands in Townships 13 and 14 South, Range 36 East.

CASE 7565: (Continued from April 28, 1982, Examiner Hearing)

Application of Delta Drilling Company for a unit agreement, Lea County, New Mexico.
Applicant, in the above-styled cause, seeks approval for the North Mescalero Unit Area, comprising 719.77 acres, more or less, of State, Fee and Federal lands in Townships 9 and 10 South, Range 32 East.

CASE 7568: Application of Petroleum Corp. of Delaware for a dual completion, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks approval for the dual completion of its Superior Federal Well No. 6 located in Unit N of Section 6, Township 20 South, Range 29 East, East Burton Flat field, to produce oil from the Strawn formation through tubing and gas from the Morrow formation through the casing-tubing annulus by means of a cross-over assembly.

Examiner Hearing - WEDNESDAY - MAY 12, 1982

CASE 7569: Application of Petroleum Corp. of Delaware for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Atoka and Morrow production in the wellbores of its Parkway West Unit Well No. 3, located in Unit K of Section 29, and Well No. 10, located in Unit G of Section 27, both in Township 19 South, Range 29 East.

CASE 7570: Application of J. Cleo Thompson for three unorthodox oil well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for three unorthodox well locations, being 660 feet from the North line and 1330 feet from the West line, 660 feet from the North line and 2630 feet from the East line, and 660 feet from the North line and 1310 feet from the East line, all in Section 2, Township 17 South, Range 30 East, Square Lake Pool.

CASE 7516: (Continued from March 31, 1982, Examiner Hearing)

Application of Benson-Montin-Greer for a unit agreement, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North Canada Ojitos Unit Area, comprising 12,361 acres, more or less, of Jicarilla Apache Indian lands in Township 27 North, Range 1 West.

CASE 7571: Application of Yates Petroleum Corporation for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface through the Abo formation underlying the SE/4 of Section 9, the SW/4 of Section 10, the NW/4 of Section 15, all in Township 6 South, Range 26 East, each to form a standard 160-acre spacing and proration unit 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 7551: (Continued from April 14, 1982, Examiner Hearing)

Application of Harvey E. Yates Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Mississippian formations underlying the E/2 of Section 21, Township 11 South, Range 31 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 7572: Application of Anadarko Production Company for a waterflood expansion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Ballard GSA Waterflood Project by drilling and converting ten wells located in Unit N of Section 5, Units N and P of Section 6, Units F, H, J, and P of Section 7, Units F and N of Section 8, and Unit F of Section 17, all in Township 18 South, Range 29 East, Loco Hills Pool.

CASE 7573: Application of Anadarko Production Company for a waterflood expansion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its West Square Lake Waterflood Project by the conversion to water injection of five wells located in Units J and N of Section 9, D and H of Section 10, and J of Section 3, all in Township 17 South, Range 30 East.

CASE 7574: Application of Sun Exploration and Production Company for two non-standard gas proration units and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of two 160-acre non-standard Jalmat gas proration units comprising the NW/4 of Section 21, for its Boren & Greer Com Well No. 2 in Unit C and the NE/4 of Section 20, for its Boren & Greer Com Well No. 3, to be drilled at an unorthodox location 660 feet from the North line and 940 feet from the East line of said Section 20, all in Township 22 South, Range 36 East. Applicant further seeks rescission of Order No. R-5688.

CASE 7575: Application of Eagle Oil & Gas Co. for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for a Wolfcamp-Penn test well to be drilled 1500 feet from the South line and 660 feet from the East line of Section 2, Township 17 South, Range 27 East, the S/2 of said Section 2 to be dedicated to the well.

CASES 7576 and 7577: Application of Apollo Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in each of the following cases, seeks an order pooling all mineral interests from the surface through the base of the San Andres formation underlying the lands specified in each case, each to form a standard 40-acre oil spacing and proration unit 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 7576: NE/4 SW/4 Section 6, Township 19 South, Range 38 East

CASE 7577: SE/4 SW/4 Section 6, Township 19 South, Range 38 East

- CASE 7578: Application of MGF Oil Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Seven Rivers formation underlying the SE/4 of Section 31, Township 19 South, Range 39 East, to form a standard 160-acre gas proration unit 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 7579: Application of MGF Oil Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Seven Rivers formation underlying the N/2 NW/4 of Section 5, Township 20 South, Range 39 East, to form a non-standard 80-acre gas proration unit 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 7580: Application of MGF Oil Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Seven Rivers formation underlying the SW/4 of Section 31, Township 19 South, Range 39 East, to form a standard 160-acre gas proration unit 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 7581: Application of Estoril Producing Corp. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the South line and 990 feet from the East line of Section 10, Township 23 South, Range 34 East, Antelope Ridge-Morrow Gas Pool, the S/2 of said Section 10 to be dedicated to the well.
- CASES 7582 thru 7585: Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit 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 7582: NW/4 Section 13, Township 6 South, Range 24 East
 - CASE 7583: NE/4 Section 13, Township 6 South, Range 24 East
 - CASE 7584: SW/4 Section 13, Township 6 South, Range 24 East
 - CASE 7585: NW/4 Section 24, Township 6 South, Range 24 East
- CASES 7525 thru 7534: (Continued from April 28, 1982, Examiner Hearing)
- Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following 10 cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case 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 7525: SW/4 Section 3, Township 5 South, Range 24 East
 - CASE 7526: NW/4 Section 3, Township 5 South, Range 24 East
 - CASE 7527: SE/4 Section 3, Township 5 South, Range 24 East
 - CASE 7528: NW/4 Section 4, Township 5 South, Range 24 East
 - CASE 7529: NE/4 Section 4, Township 5 South, Range 24 East
 - CASE 7530: NW/4 Section 11, Township 6 South, Range 24 East
 - CASE 7531: SW/4 Section 11, Township 6 South, Range 24 East
 - CASE 7532: SE/4 Section 27, Township 6 South, Range 24 East
 - CASE 7533: SW/4 Section 27, Township 6 South, Range 24 East
 - CASE 7534: NW/4 Section 34, Township 6 South, Range 24 East

CASE 7515: (Continued from April 14, 1982, Examiner Hearing)

Application of Four Corners Gas Producers Association 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 Townships 26 and 27 North, Ranges 12 and 13 West, Township 28 North, Range 13 West, Township 29 North, Ranges 13 through 15 West, and Township 30 North, Ranges 14 and 15 West, containing 164,120 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 7586: Application of Standard Resources Corp. for designation of a tight formation, Chaves and Eddy Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Abo formation underlying all or portions of Township 15 South, Ranges 23 through 25 East, Township 19 South, Range 20 East, and Township 20 South, Range 20 East, all in Chaves County; in Eddy County: Township 16 South, Ranges 23 through 26 East, Township 17 South, Ranges 21, 23, 24, and 25 East, and Township 18 South, Ranges 21, 23, 24 and 25 East, Township 19 South, Ranges 21, 23, and 24 East, and Township 20 South, Ranges 21, 23, and 24 East, containing 460,800 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 7587: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, abolishing, and extending vertical and horizontal limits of certain pools in Chaves, Eddy, and Lea Counties, New Mexico:

- (a) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Draper Mill-Wolfcamp Gas Pool. The discovery well is the HNG Oil Company Vaca Draw 16 State Well No. 1 located in Unit E of Section 16, Township 25 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 33 EAST, NMPM
Section 16: W/2

- (b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Jabalina-Morrow Gas Pool. The discovery well is the Amoco Production Company Perro Grande Unit Well No. 1 located in Unit J of Section 6, Township 26 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 35 EAST, NMPM
Section 6: E/2

- (c) ABOLISH the Diamond Mound-Morrow Gas Pool in Chaves and Eddy Counties, New Mexico, as heretofore classified, defined, and described as:

TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM
Section 35: All

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM
Section 31: E/2

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM
Section 3: Lots 1 through 16
Section 4: Lots 1 through 16
Section 5: Lots 1 through 16
Section 6: Lots 1, 2, 7, 8, 9, 10, 15, 16, and S/2

- (d) EXTEND the vertical limits of the Diamond Mound-Atoka Gas Pool in Chaves and Eddy Counties, New Mexico, to include the Morrow formation, and redesignate said pool to Diamond Mound-Atoka-Morrow Gas Pool, and extend the horizontal limits of said pool to include acreage from abolished Diamond Mound-Morrow Gas Pool and one additional well as follows:

TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM
Section 35: All

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM
Section 31: E/2

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM
Section 9: S/2

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM
Section 3: Lots 1 through 16
Section 4: Lots 1 through 16
Section 5: Lots 1 through 16
Section 6: Lots 1, 2, 7, 8, 9, 10, 15, 16, and S/2

- (e) EXTEND the Burton Flat-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM
Section 35: E/2
Section 36: N/2

- (f) EXTEND the Crow Flats-Morrow Gas Pool in Eddy County, New Mexico to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM
Section 1: All
Section 12: N/2

- (g) EXTEND the South Culebra Bluff-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM
Section 10: All
Section 11: W/2
Section 14: W/2
Section 15: W/2
Section 34: W/2

- (h) EXTEND the South Empire-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
Section 17: N/2

- (i) EXTEND the Golden Lane-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 30 EAST, NMPM
Section 28: All

- (j) EXTEND the Kennedy Farms-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM
Section 10: N/2

- (k) EXTEND the East Larica-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM
Section 36: S/2

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM
Section 31: S/2

- (l) EXTEND the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM
Section 18: E/2

- (m) EXTEND the Malaga-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM
Section 11: E/2

- (n) EXTEND the South Millman-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 16: N/2

- (o) EXTEND the East Millman-Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM
Section 7: NE/4

- (p) EXTEND the Millman Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 8: S/2

- (q) EXTEND the West Nadine-Blaine Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 5: SW/4

- (r) EXTEND the West Osado-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM
Section 11: S/2
Section 12: S/2

- (s) EXTEND the Pecos Slope-Abo Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 4 SOUTH, RANGE 24 EAST, NMPM

Section 24: S/2
Section 25: All
Section 26: E/2
Section 35: W/2 and NE/4
Section 36: N/2

TOWNSHIP 4 SOUTH, RANGE 25 EAST, NMPM

Section 19: SW/4
Section 30: W/2
Section 31: NW/4

TOWNSHIP 5 SOUTH, RANGE 24 EAST, NMPM

Section 2: NW/4
Section 7: All
Section 8: All
Section 9: N/2 and SW/4
Section 16: W/2
Section 17 thru 20: All
Section 21: W/2
Section 28: W/2
Section 29: All
Section 30: All
Section 31: N/2
Section 32: N/2
Section 33: NW/4

TOWNSHIP 5 SOUTH, RANGE 25 EAST, NMPM

Section 1 thru 5: All
Section 6: E/2
Section 7: SW/4 and E/2
Section 8 thru 12: All
Section 14 thru 22: All
Section 23: N/2
Section 27: N/2
Section 28 thru 30: All
Section 31: NE/4
Section 32: N/2
Section 33: All
Section 34: All

TOWNSHIP 6 SOUTH, RANGE 24 EAST, NMPM

Section 2: All
Section 11 thru 14: All
Section 22 thru 28: All
Section 34: E/2
Section 35: All
Section 36: All

Examiner Hearing - WEDNESDAY - MAY 12, 1982

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM

Section 4 thru 6: All
Section 7 thru 8: All
Section 9: N/2
Section 17 thru 20: All
Section 29 thru 32: All

TOWNSHIP 7 SOUTH, RANGE 24 EAST, NMPM

Section 1: All
Section 2: All
Section 3: E/2
Section 9 thru 15: All
Section 22 thru 27: All
Section 34 thru 36: All

TOWNSHIP 7 SOUTH, RANGE 25 EAST, NMPM

Section 6: W/2
Section 7: S/2
Section 13: SW/4
Section 14: S/2
Section 15: S/2
Section 18 and 19: All
Section 20: S/2
Section 22 thru 27: All
Section 29 thru 32: All
Section 34 thru 36: All

TOWNSHIP 7 SOUTH, RANGE 26 EAST, NMPM

Section 5: All
Section 6: All
Section 7 thru 10: All
Section 11: W/2
Section 15 thru 17: All
Section 18: N/2
Section 19 thru 22: All
Section 28 thru 32: All

TOWNSHIP 8 SOUTH, RANGE 24 EAST, NMPM

Section 1 through 3: All
Section 10: E/2
Section 11: All
Section 12: All

TOWNSHIP 8 SOUTH, RANGE 25 EAST, NMPM

Section 1 through 12: All
Section 13 through 16: N/2

TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM

Section 6: W/2

- (c) EXTEND the West Pecos Slope-Abo Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 22 EAST, NMPM

Section 23: SE/4
Section 24: S/2 and NE/4
Section 25 through 27: All
Section 28: E/2

TOWNSHIP 8 SOUTH, RANGE 23 EAST, NMPM

Section 3 through 5: All
Section 6: N/2
Section 8 through 10: N/2
Section 17: W/2
Section 18: SE/4
Section 19: All
Section 20: W/2
Section 29: W/2
Section 30: All
Section 31: All
Section 32: W/2

TOWNSHIP 9 SOUTH, RANGE 23 EAST, NMPM
Section 3: W/2
Section 4: All
Section 5: All
Section 6: E/2
Section 8: All

- (u) EXTEND the East Red Lake-Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM
Section 25: E/2 NE/4 and NE/4 SE/4

- (v) EXTEND the Sand Ranch-Morrow Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 29 EAST, NMPM
Section 26: All

- (w) EXTEND the Sawyer-San Andres Associated Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 38 EAST, NMPM
Section 4: SW/4

- (x) EXTEND the Tom-Tom-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM
Section 7: All

- (y) EXTEND the Turkey Track-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM
Section 2: W/2
Section 7: N/2

- (z) EXTEND the Twin Lakes-San Andres Associated Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 29 EAST, NMPM
Section 18: N/2 SE/4 and SE/4 SE/4

- (aa) EXTEND the South Vacuum-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM
Section 16: SE/4

DOCKET: COMMISSION HEARING - MONDAY - MAY 17, 1982

Docket No. 14-82

OIL CONSERVATION COMMISSION - 9 A.M.
ROOM 205 - STATE LAND OFFICE BUILDING,
SANTA FE, NEW MEXICO.

CASE 7522: (DE NOVO)

Application of Santa Fe Exploration Co. for an unorthodox gas well location, Eddy County, New Mexico Applicant, in the above-styled cause, seeks approval of an unorthodox location 660 feet from the North and West lines of Section 14, Township 20 South, Range 25 East, Permo-Penn, Strawn, Atoka and Morrow formations, the N/2 of said Section 14 to be dedicated to the well.

Upon application of Chama Petroleum Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 7476: (DE NOVO)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down through and including the Abo formation, underlying two 160-acre gas spacing units, being the NE/4 and SE/4, respectively, of Section 12, Township 5 South, Range 24 East, 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 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.

Upon application of Mesa Petroleum Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 7513: (DE NOVO)

Application of Mesa Petroleum Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Abo formation underlying the SE/4 of Section 12, Township 5 South, Range 24 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.

Upon application of Mesa Petroleum Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

Dockets Nos. 13-82 and 14-82 are tentatively set for May 12 and May 26, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: COMMISSION HEARING - THURSDAY - APRIL 22, 1982

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 7509: (Continued and Readvertised)

Application of Supron Energy Corporation for a non-standard proration unit or compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard proration unit for the Dakota and Mesaverde formations comprising the SW/4 of Section 2, Township 31 North, Range 6 West, or in the alternative, an order pooling all mineral interests from the surface down through the Dakota formation underlying the S/2 of said Section 2, 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 7535: (Continued and Readvertised)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down through the Abo Formation underlying the SW/4 of Section 17, Township 6 South, Range 25 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 7553: (Continued from April 14, 1982, Examiner Hearing)

Application of Fred Pool Drilling Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Abo formation underlying the SW/4 of Section 17, Township 6 South, Range 25 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.

Docket No. 12-82

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 28, 1982

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:

CASE 7560: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Weisen, Fidelity and Deposit Company of Maryland, Surety, and all other interested parties to appear and show cause why the Crownpoint Well No. 1, located in Unit F, Section 18, Township 18 North, Range 13 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7459: (Continued from March 31, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit H. M. Bailey & Associates, Commercial Union Insurance Company, and all other interested parties to appear and show cause why the following wells on the H. M. Bailey Lease, Township 21 South, Range 1 West, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program: In Section 10: Nos. 9 in Unit A, 9, 11, 12, and 13 in Unit B, 10 and 14 in Unit C; and No. 15 in Unit C of Section 9.

CASE 7456: (Continued from March 3, 1982, Examiner Hearing)

Application of Marks & Garner Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of salt water into the Bough C formation in the perforated interval from 9596 feet to 9616 feet in its Betenbough Well No. 2, located in Unit N of Section 12, Township 9 South, Range 35 East.

CASE 7561: Application of Franks Petroleum, Inc. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the North line and 1980 feet from the West line of Section 9, Township 21 South, Range 32 East, Hat Mesa-Morrow Gas Pool, the W/2 of said Section 9 to be dedicated to the well.

CASE 7565: Application of Delta Drilling Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North Mescalero Unit Area, comprising 719.77 acres, more or less, of State, Fee and Federal lands in Townships 9 and 10 South, Range 32 East.

CASE 7544: (Continued and Readvertised)

Application of Dinero Operating Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow-Ellenberger well to be drilled 660 feet from the North and East lines of Section 20, Township 22 South, Range 28 East, the W/2 of said Section 20 to be dedicated to the well.

CASE 7562: Application of Northwest Exploration Company for pool creation and special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Gallup-Dakota oil pool for its Cavilan Well No. 1 located in Unit A of Section 26, Township 25 North, Range 2 West, with special rules therefor, including provisions for 160-acre spacing.

CASE 7519: (Continued from March 31, 1982, Examiner Hearing)

Application of S & J Oil Company, for special pool rules, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Seven Lakes-Menafee Oil Pool to provide for well to be located not nearer than 25 feet to the quarter-quarter section line nor nearer than 165 feet to lands owned by an offset operator.

CASE 7563: Application of Marathon Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all Permian formations underlying the NE/4 NE/4 of Section 26, Township 16 South, Range 38 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 7457: (Continued from March 16, 1982, Examiner Hearing)

Application of E. T. Ross for nine non-standard gas proration units, Harding County, New Mexico. Applicant, in the above-styled cause, seeks approval for nine 40-acre non-standard gas proration units in the Bravo Dome Carbon Dioxide Area. In Township 19 North, Range 30 East: Section 12, the NE/4 NW/4 and NE/4 SW/4; Section 14, the NW/4 NE/4, SW/4 NE/4, and SE/4 NE/4. In Township 20 North, Range 30 East: Section 11, the NE/4 SW/4, SW/4 SE/4, SE/4 SW/4, and NW/4 SE/4.

CASE 7564: Application of Mesa Petroleum Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Abo formation underlying the NW/4 of Section 30, Township 6 South, Range 25 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 7445: (Continued from March 16, 1982, Examiner Hearing - This Case will be continued to May 26, 1982)

Application of Harvey E. Yates Company for an MGA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the San Andres formation for its Fulton Collier Well No. 1 in Unit G of Section 1, Township 18 South, Range 28 East.

CASES 7524 THRU 7534: (Continued from March 31, 1982, Examiner Hearing)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following 11 cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case 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 7524: SE/4 Section 2, Township 5 South, Range 24 East

CASE 7525: SW/4 Section 3, Township 5 South, Range 24 East

CASE 7526: NW/4 Section 3, Township 5 South, Range 24 East

CASE 7527: SE/4 Section 3, Township 5 South, Range 24 East

CASE 7528: NW/4 Section 4, Township 5 South, Range 24 East

CASE 7529: NE/4 Section 4, Township 5 South, Range 24 East

CASE 7530: NW/4 Section 11, Township 6 South, Range 24 East

CASE 7531: SW/4 Section 11, Township 6 South, Range 24 East

CASE 7532: SE/4 Section 27, Township 6 South, Range 24 East

CASE 7533: SW/4 Section 27, Township 6 South, Range 24 East

CASE 7534: NW/4 Section 34, Township 6 South, Range 24 East

P 243 079 925
RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED---
 NOT FOR INTERNATIONAL MAIL
 (See Reverse)

SENT TO	
Charles H. Heisen	
STREET AND NO.	
700 Candelaria N.W.	
P.O. STATE AND ZIP CODE	
Albuquerque, N.M. 87101	
POSTAGE	
CERTIFIED FEE	\$
SPECIAL DELIVERY	\$
RESTRICTED DELIVERY	\$
CONSULT POSTMASTER FOR FEES	
OPTIONAL SERVICES	\$
RETURN RECEIPT SERVICE	\$
TOTAL POSTAGE AND FEES	
POSTMARK OR DATE	

PS Form 3800, Nov. 1976

P 243 079 926
RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED---
 NOT FOR INTERNATIONAL MAIL
 (See Reverse)

SENT TO	
Fidelity & Deposit Co.	
STREET AND NO.	
500 W. Main	
P.O. STATE AND ZIP CODE	
Farmington, N.M. 87401	
POSTAGE	
CERTIFIED FEE	\$
SPECIAL DELIVERY	\$
RESTRICTED DELIVERY	\$
CONSULT POSTMASTER FOR FEES	
OPTIONAL SERVICES	\$
RETURN RECEIPT SERVICE	\$
TOTAL POSTAGE AND FEES	
POSTMARK OR DATE	

PS Form 3800, Nov. 1976

PS Form 3811, Nov. 1976

● **SENDER:** Complete items 1, 2, and 3.
 Add your address in the "RETURN TO" space on reverse.

1. The following service is requested (check one):

- ☒ Show to whom and date delivered 25¢
- ☐ Show to whom, date, & address of delivery 45¢
- ☐ **RESTRICTED DELIVERY.**
 Show to whom and date delivered 85¢
- ☐ **RESTRICTED DELIVERY.**
 Show to whom, date, and address of delivery .. \$1.05

(Fees shown are in addition to postage charges and other fees).

2. **ARTICLE ADDRESSED TO:**
 Charles H. Heisen
 700 Candelaria N.W.
 Albuquerque, New Mexico 87101

3. **ARTICLE DESCRIPTION:**

REGISTERED NO.	CERTIFIED NO.	INSURED NO.
	P 243 079 925	

(Always obtain signature of addressee or agent)

I have received the article described above.
 SIGNATURE ☐ Addressee ☐ Authorized agent

4. *Luis Chavez*
 DATE OF DELIVERY

5. ADDRESS (Complete only if requested)

6. UNABLE TO DELIVER BECAUSE:

POSTMARK
 ALBUQUERQUE, N.M.
 APR 23 1983
 CERTIFIED MAIL
 INITIALS

GOV: 1976-O-203-456

STICK POSTAGE STAMPS TO ARTICLE TO COVER FIRST CLASS POSTAGE.
CERTIFIED MAIL FEE, AND CHARGES FOR ANY SELECTED OPTIONAL SERVICES. (See front)

1. If you want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, leaving the receipt attached, and present the article at a post office service window or hand it to your carrier, and pay the extra charge.
2. If you do not want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.
3. If you want a return form, write the certified address and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, attach to back of article. Endorse front of article **RETURN RECEIPT REQUESTED** adjacent to the number.
4. If you want delivery restricted to the addressee, or to an authorized agent of the addressee, endorse **RESTRICTED DELIVERY** on the front of the article.
5. Enter fees for the services requested in the appropriate spaces on the front of this receipt. If return receipt is requested, check the applicable blocks in item 1 of Form 3811.
6. Save this receipt and present it if you make inquiry.

GPO: 1980 331-003

STICK POSTAGE STAMPS TO ARTICLE TO COVER FIRST CLASS POSTAGE,
CERTIFIED MAIL FEE, AND CHARGES FOR ANY SELECTED OPTIONAL SERVICES. (See front)

1. If you want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, leaving the receipt attached, and present the article at a post office service window or hand it to your carrier, and pay the extra charge.
2. If you do not want this receipt postmarked, stick the gummed stub on the left portion of the address side of the article, detach and retain the receipt, and mail the article.
3. If you want a return form, write the certified address and your name and address on a return receipt card, Form 3811, and attach it to the front of the article by means of the gummed ends if space permits. Otherwise, attach to back of article. Endorse front of article **RETURN RECEIPT REQUESTED** adjacent to the number.
4. If you want delivery restricted to the addressee, or to an authorized agent of the addressee, endorse **RESTRICTED DELIVERY** on the front of the article.
5. Enter fees for the services requested in the appropriate spaces on the front of this receipt. If return receipt is requested, check the applicable blocks in item 1 of Form 3811.
6. Save this receipt and present it if you make inquiry.

GPO: 1980 331-003

UNITED STATES POSTAL SERVICE
OFFICIAL BUSINESS

SENDER INSTRUCTIONS

- Print your name, address, and ZIP Code in the space below.
- Complete Items 1, 2, and 3 on the reverse.
 - Machine gummed ends and attach to front of article if space permits. Otherwise attach to back of article.
 - Endorse article "Return Receipt Requested" adjacent to number.

RETURN
TO



OIL CONSERVATION DIVISION

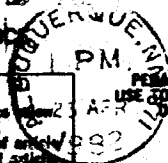
(Name of Sender)

POST OFFICE BOX 2088

(Street or P.O. Box)

SANTA FE, NEW MEXICO 87501

(City, State, and ZIP Code)





STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(305) 827-2434

April 21, 1982

CERTIFIED - RETURN
RECEIPT REQUESTED

Charles H. Heisen
700 Candelaria N.W.
Albuquerque, New Mexico 87107

Fidelity and Deposit Company
500 W. Main
Farmington, New Mexico 87401

Re: Crownpoint Well No. 1,
located in Unit F of
Section 18, Township 18
North, Range 13 West,
McKinley County
Plugging Bond

Gentlemen:

Enclosed is a copy of the docket of the Examiner Hearing to be held on Wednesday, April 28, 1982, at 9 o'clock a.m. in the Oil Conservation Division Conference Room, State Land Office Building, Santa Fe, New Mexico. Case 7560 concerns the above captioned subject matter.

Very truly yours,

W. PERRY PEARCE
General Counsel

WPP/fd
enc.



BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

MAR 30 1982

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

March 29, 1982

Mr. Perry Pearce
General Counsel
NMOCD
Santa Fe, NM 87501

Re: Charles H. Heison
Crownpoint #1 F-18-18N-13W

Dear Perry:

Enclosed is a copy of a letter I wrote Mr. Heison on February 3, 1982, directing him to submit a plugging program for the above referenced well, to this office within (30) thirty days. As I have had no reply from Mr. Heison, I wish to turn this matter over to the Legal Department for further action.

Mr. Heison has a \$5,000.00, one well bond, #9458215.

Very truly yours,

Charles Gholson
Deputy Inspector

CG/lh

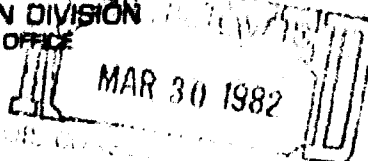
cc: Dick Staments
Reading File
Well File
Operator File

*Florence
Please docket
a forwarding
plugging case
Smith
Thompson
Case 7560*



BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

March 29, 1982

Mr. Perry Pearce
General Counsel
NMOCD
Santa Fe, NM 87501

Re: Charles H. Heison
Crownpoint #1 F-18-18N-13W

Dear Perry:

Enclosed is a copy of a letter I wrote Mr. Heison on February 3, 1982, directing him to submit a plugging program for the above referenced well, to this office within (30) thirty days. As I have had no reply from Mr. Heison, I wish to turn this matter over to the Legal Department for further action.

Mr. Heison has a \$5,000.00, one well bond, #9458215.

Very truly yours,

Charles Gholson
Deputy Inspector

CG/lh

cc: Dick Staments
Reading File
Well File
Operator File



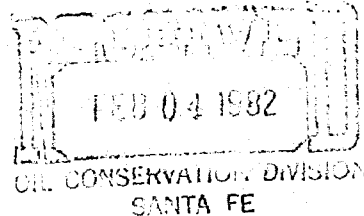
STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

1000 RIO RAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

February 3, 1982



Charles H. Heison
700 Candelaria N.W.
Albuquerque NM 87107

Re: Crownpoint #1 F-18-18N-13W

Case 7560

Dear Mr. Heison:

It is apparent to this office that no effort will be made to complete the above referenced well. As you are aware, this well lies within the Gallup Water Basin. In order to prevent the possible contamination of fresh water, you are hereby directed to submit a plugging program to this office within (30) thirty days.

Very truly yours,

Charles Gholson
Deputy Inspector

CG/lh

cc: Perry Pearce
Reading file
Claude C. Kennedy

BASE

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 7560

Order No. R- 7039

RL

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT CHARLES H. HEISEN, FIDELITY AND DEPOSIT COMPANY OF MARYLAND, SURETY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE CROWNPOINT WELL NO. 1, LOCATED IN UNIT F, SECTION 18, TOWNSHIP 18 NORTH, RANGE 13 WEST, MCKINLEY COUNTY, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A DIVISION-APPROVED PLUGGING PROGRAM.

JGR

ORDER OF THE DIVISION

Stu

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 21, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this _____ day of July, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That Charles H. Heisen is the owner and operator of the Crownpoint Well No. 1, located in Unit F of Section 8, Township 18 North, Range 13 West, NMPM, McKinley County, New Mexico.

(3) That Fidelity and Deposit Company of Maryland is the surety on the Oil Conservation Division plugging bond on which Charles H. Heisen is principal.

(4) That the purpose of said bond is to assure the state that the subject well will be properly plugged and abandoned when not capable of commercial production.

(5) That in order to prevent waste and protect correlative rights said Crownpoint Well No. 1 should be plugged and abandoned in accordance with a program approved by the Aztec District Office of the New Mexico Oil Conservation Division on or before October 1, 1982, or the well should be returned to active drilling status or placed on production.

IT IS THEREFORE ORDERED:

(1) That Charles H. Heisen and Fidelity and Deposit Company of Maryland are hereby ordered to plug and abandon the Crownpoint Well No. 1, located in Unit F of Section 18, Township 18 North, Range 13 West, NMPM, McKinley County, New Mexico, or in the alternative, to return the well to active drilling status or place the well on production on or before October 1, 1982.

(2) That Charles H. Heisen and Fidelity and Deposit Company, prior to plugging and abandoning the above-described well, shall obtain from the Aztec office of the Division, a

Division-approved program for said plugging and abandoning, and shall notify said Aztec office of the date and hour said work is to be commenced whereupon the Division may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

JOE D. RAMEY,

Director

S E A L

DOCKET MAILED

Date 4/21/83