

CASE 5589: Appl. of FILON EXPLORA-
TION CORP. for POOL CREATION,
ASSIGNMENT OF DISCOVERY ALLOWABLE,
and SPECIAL POOL RULES, SANDOVAL

*Dismiss
(reg of appl.)*

CASE NO.

5589

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,

ETC.



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

P. O. BOX 2088 - SANTA FE

87501

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER

PHIL R. LUCERO

December 1, 1975



STATE GEOLOGIST
EMERY C. ARNOLD

Filon Exploration Corp.
c/o Mr. J. H. Borgerding
Minerals Management Inc.
P. O. Box 3440
Casper, Wyoming 82602

Re: CASE NO. 5589
ORDER NO. R-5125

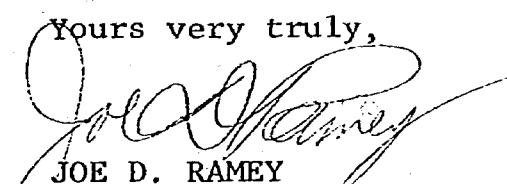
Applicant:

Filon Exploration Corporation

Dear Sir:

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

Yours very truly,


JOE D. RAMEY
Director

JDR/fd

Copy of order also sent to:

Hobbs OCC X
Artesia OCC
Aztec OCC X

Other

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5589
Order No. R-5125

APPLICATION OF FILON EXPLORATION
CORPORATION FOR POOL CREATION, ASSIGNMENT
OF A DISCOVERY ALLOWABLE, AND SPECIAL POOL
RULES, SANDOVAL COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 19, 1975,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 25th day of November, 1975, the Commission,
a quorum being present, having considered the record and the
recommendations of the Examiner, and being fully advised in the
premises,

FINDS:


That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 5589 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

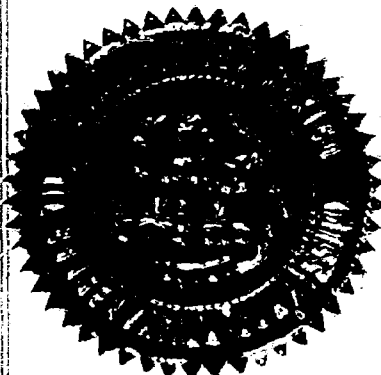

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary

S E A L

dr/



sid morrison reporting service

General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

Page 1

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
November 19, 1975

EXAMINER HEARING

IN THE MATTER OF:

Application of Filon Exploration
Corporation for pool creation, assign-
ment of a discovery allowable, and
special pool rules, Sandoval County,
New Mexico.

CASE
5589

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil
Conservation Commission:

William F. Carr, Esq.
Legal Counsel for the Commission
State Land Office Building
Santa Fe, New Mexico

sid morrish reporting service
General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

Page 2

1 MR. NUTTER: We will call the next Case, Number 5589.

2 MR. CARR: Case 5589, application of Filon Explora-
3 tion Corporation for pool creation, assignment of discovery
4 allowable, and special pool rules, Sandoval County, New Mexico.

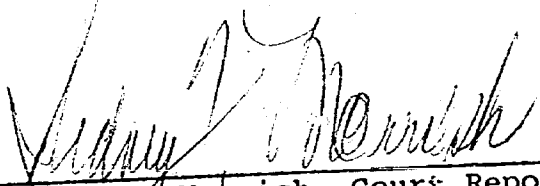
5 Mr. Examiner, we have received a letter from Filon
6 Exploration Corporation requesting that this application be
7 dismissed.

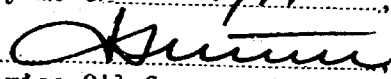
8 MR. NUTTER: Case Number 5589 will be dismissed.

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REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a court reporter, do hereby
 certify that the foregoing and attached Transcript of Hearing
 before the New Mexico Oil Conservation Commission was reported
 by me, and the same is a true and correct record of the said
 proceedings to the best of my knowledge, skill and ability.


 Sidney F. Morrish, Court Reporter

I do hereby certify that the foregoing is
 a complete record of the proceedings in
 the Examiner hearing of Case No. 5589
 heard by me on 11/19, 1975
 Examiner
 New Mexico Oil Conservation Commission

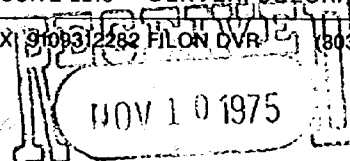
sid morrish reporting service
 General Court Reporting Service
 825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
 Phone (505) 982-9212



Exploration Corporation

1700 BROADWAY - SUITE 2216 - DENVER, COLORADO 80202

TWX: 9109312282 FILOM DVR (803) 892-7055



OIL CONSERVATION COMM.
Santa Fe

November 7, 1975

RE: Application for New Pool
for Entrada Production, Oil
Discovery and Depth Allowables,
Sandoval County, New Mexico

Mr. Dan Nutter
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Nutter:

On October 31, 1975, Mr. J. H. Borgerding, Petroleum Engineer with Minerals Management, Inc., as agent for Filon Exploration Corporation, filed an Application for a hearing on the caption subject.

The Filon Federal 33-3 well was plugged and abandoned as a dry hole, and consequently our Application was a little premature.

We, therefore, request that the subject Application be withdrawn from any scheduled hearing, at this time.

Filon still hopes to find some Entrada production in the area in the near future. When we do, we shall file a new Application. In the interim, our sincere apologies for any inconvenience caused by our Application.

Yours truly,

FILOM EXPLORATION CORPORATION

W. J. Oomrigar
W. J. Oomrigar
Vice President

JJO:kh

cc: Minerals Management, Inc.
Attn: Mr. J. H. Borgerding
Don Henderson

Docket No. 29-75

Dockets Nos. 30-75 and 31-75 are tentatively set for hearing on December 3 and December 17, 1975. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 19, 1975

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

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

- ALLOWABLE: (1) Consideration of the allowable production of gas from seventeen prorated pools in Lea, Eddy, Roosevelt, and Chaves Counties, New Mexico, for December, 1975.
- (2) Consideration of the allowable production of gas from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for December, 1975.

CASE 5583: Application of Stevens Oil Company for a pilot waterflood project, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pilot waterflood project in the Twin Lakes-San Andres Pool by injection of produced water through its Twinlakes Oil Company Well No. 1, located in Unit D of Section 12, Township 9 South, Range 28 East, Chaves County, New Mexico.

CASE 5584: Application of Cities Service Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well at an unorthodox location 990 feet from the North line and 660 feet from the West line of Section 29, Township 21 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico, or, in the alternative, in the NW/4 NW/4 of said Section 29 at some point not closer than 660 feet from either the North or West lines of said Section, the W/2 of said Section 29 to be dedicated to the well.

CASE 5585: Application of W. P. Carr for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pictured Cliffs formation underlying the NE/4 of Section 13, Township 31 North, Range 11 West, Blanco-Pictured Cliffs Pool, San Juan County, New Mexico, to be dedicated to a well to be drilled in Unit C of said Section 13. 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. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5586: Application of Amerada Hess Corporation for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Otero-Gallup oil production and Basin-Dakota gas production in the wellbore of its McKenzie Federal Wells Nos. 1 and 3 located, respectively, in Units M and O of Section 25 and its Harvey State Well No. 1 located in Unit N of Section 36, all in Township 25 North, Range 6 West, Rio Arriba County, New Mexico.

CASE 5587: Application of Pennzoil Company for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval to commingle Morrow and Atoka gas production in the wellbore of its Gulf Federal Well No. 2, located in Unit L of Section 6, Township 23 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico.

CASE 5588: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to commingle Gonzales-Mesaverde and Basin-Dakota gas production in the wellbore of its Jicarilla Contract 146 Well No. 11 located in Unit K of Section 4, Township 25 North, Range 5 West, Rio Arriba County, New Mexico.

CASE 5589: Application of Filon Exploration Corporation for pool creation, assignment of a discovery allowable, and special pool rules, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new pool for the production of oil from the Entrada formation for its Federal 33 Well No. 3 located in Unit N of Section 32, Township 21 North, Range 5 West, Sandoval County, New Mexico, and the assignment of a discovery allowable to said well; applicant further seeks the promulgation of special pool rules for said pool, including a provision for a special depth bracket allowable.

CASE 5590: Northwestern New Mexico nomenclature case calling for an order for the creation, contraction, and extension of certain pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

(a) CREATE a new pool in San Juan County, New Mexico, classified as a gas pool for Pictured Cliffs production and designated as the Nipp Pictured Cliffs Pool and described as:

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM

Section 16: SW/4
Section 17: SE/4
Section 20: E/2
Section 21: W/2
Section 28: W/2
Section 33: All
Section 34: SW/4

(b) CONTRACT the Blanco-Pictured Cliffs Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to exclude therefrom:

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM

Section 17: SW/4

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM

Section 35: NW/4

(c) EXTEND the Angels Peak-Gallup Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 9 WEST, NMPM

Section 5: N/2

Section 15: SE/4

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM

Section 13: S/2

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM

Section 31: All

(d) EXTEND the Aztec-Fruitland Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM

Section 8: NW/4

Section 9: SW/4

Section 20: N/2

(e) EXTEND the Aztec-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM

Section 17: SW/4

Section 20: NW/4

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM

Section 11: N/2

Section 12: NW/4

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM

Section 27: E/2

Section 35: NW/4

(f) EXTEND the Blanco-Mesaverde Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 5 WEST, NMPM

Section 2: All

Section 3: All

(g) EXTEND the Blanco-Pictured Cliffs Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM

Section 31: SE/4

Section 32: S/2

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM

Section 28: E/2

TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM

Section 29: SW/4

Section 32: N/2

Examiner Hearing - Wednesday - November 19, 1975

Docket No. 29-75
-4-

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM
Section 3: All
Section 4: E/2

TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM
Section 31: NE/4
Section 32: NW/4

TOWNSHIP 31 NORTH, RANGE 10 WEST, NMPM
Sections 5 through 8: All
Section 14: W/2
Sections 15 through 17: All
Section 18: N/2 and SE/4
Section 20: N/2 and SE/4
Sections 21 through 23: All
Sections 26 through 28: All
Section 29: NE/4
Sections 33 and 34: All
Section 35: N/2

TOWNSHIP 31 NORTH, RANGE 11 WEST, NMPM
Section 1: All
Section 2: E/2 and SW/4
Section 15: NW/4
Section 16: N/2
Section 26: NE/4

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM
Section 16: S/2
Section 17: SE/4

(h) EXTEND the Bloomfield-Chacra Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM
Section 8: SE/4
Section 17: N/2 and SW/4

(i) EXTEND the Campo-Gallup Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 4 WEST, NMPM
Section 12: NW/4

(j) EXTEND the Escrito-Gallup Oil Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 33: E/2

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM
Section 13: W/2 NE/4, E/2 NW/4 and E/2 SE/4

(k) EXTEND the Fulcher Kutz-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM
Section 23: NW/4 and SE/4

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM
Section 7: NE/4
Section 8: NW/4

(1) EXTEND the Harris Mesa-Chacra Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM
Section 2: N/2 and SE/4
Section 11: NE/4
Section 12: NW/4

TOWNSHIP 28 NORTH, RANGE 9 WEST, NMPM
Section 26: N/2 and SE/4
Section 34: NW/4
Section 35: All

(m) EXTEND the Largo-Chacra Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM
Section 6: SW/4
Section 7: W/2
Section 15: SW/4
Section 22: W/2
Section 27: NW/4
Section 28: NE/4
Section 29: S/2

TOWNSHIP 27 NORTH, RANGE 8 WEST, NMPM
Section 1: SE/4
Section 12: All

(n) EXTEND the South Lindrith Gallup-Dakota Oil Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 4 WEST, NMPM
Section 3: NW/4
Section 4: N/2
Section 5: NE/4

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM
Section 33: SW/4

(o) EXTEND the West Lindrith Gallup-Dakota Oil Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM
Section 1: NW/4 SW/4 and E/2 SW/4
Section 2: N/2
Section 17: NW/4 NE/4 and S/2 NE/4

(p) EXTEND the Ojo-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 15 WEST, NMPM
Section 26: NE/4

(q) EXTEND the Otero-Chacra Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM
Section 21: NE/4

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM
Section 11: S/2
Section 13: SW/4
Section 14: N/2
Section 24: NW/4

(r) EXTEND the Rusty-Menefee Oil Pool boundary in Sandoval County, New Mexico, to include therein:

TOWNSHIP 22 NORTH, RANGE 7 WEST, NMPM
Section 13: NW/4
Section 14: NE/4

(s) EXTEND the Tapacito-Pictured Cliffs Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPM
Section 16: SW/4
Section 21: N/2

(t) EXTEND the Waw-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 13 WEST, NMPM
Section 29: E/2 and SW/4
Section 30: SE/4
Section 31: NE/4
Section 32: N/2

(u) EXTEND the Wild Horse-Gallup Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 4 WEST, NMPM
Section 14: N/2
Section 24: NE/4

CASE 5591: Application of Amoco Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well at an unorthodox location 1980 feet from the South line and 1241 feet from the West line of Section 33, Township 17 South, Range 29 East, Grayburg-Morrow Gas Pool, Eddy County, New Mexico, the S/2 of said Section 33 to be dedicated to the well.

CASE 5592: Application of Agua, Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced water by injection into the San Andres formation through the open-hole interval from approximately 4000 to 5000 feet in its Blinbry-Drinkard SWD System Well No. A-22 located 817 feet from the North line and 965 feet from the East line of Section 22, Township 22 South, Range 37 East, Lea County, New Mexico.

CASE 5403: (Reopened)

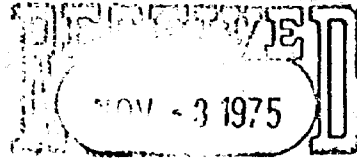
In the matter of the hearing called by the Oil Conservation Commission on its own motion to further consider the subject matter of Case No. 5377, namely to permit all interested parties to appear and show cause why the continued injection of water for secondary recovery or disposal purposes into any formation from the surface of the ground down to and including the Drinkard formation should be permitted in the following described area in Lea County, New Mexico:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Sections 13 through 36: All

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Sections 1 through 12: All

CASE 5571: (Continued from October 8, 1975 Examiner Hearing)

Application of Robert C. Cox for amendment of Order No. R-4561, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks amendment of Order No. R-4561, which order permitted the directional drilling of applicant's Federal "EA" Well No. 1, located 330 feet from the North and West lines of Section 12, Township 18 South, Range 27 East, Empire-Abo Pool, Eddy County, New Mexico, in such a manner as to be bottomed within 100 feet of the surface location. Applicant seeks the amendment of said order to permit bottoming of the subject well approximately 58 feet from the North line and 8 feet from the West line of said Section 12 and to permit verification of said downhole location by single-shot directional surveys made concurrently with the drilling of said well.



MINERALS
MANAGEMENT INC.

WESTERN RESOURCES BUILDING • P. O. BOX 3440
TELEPHONE (307) 265-4960
CASPER, WYOMING 82601

October 31, 1975

Case 5589

Mr. Dan Nutter
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Nutter:

As a follow up to our phone conversation of
October 30, 1975, we are submitting written Application
for hearing, involving the Filon Exploration Federal 33-3
which is currently being drilled in Section 33, T21N, R5W,
Sandoval County, New Mexico.

Yours very truly,

JH Borgerding
J. H. Borgerding
Petroleum Engineer

JHB-jan
Enclosure

BEFORE

OIL CONVERSATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF FILON EXPLORATION CORPORATION
FOR AN ORDER FOR, CREATION OF A
NEW POOL CLASSIFIED AS AN OIL POOL
FOR ENTRADA PRODUCTION, ASSIGNMENT
OF AN OIL DISCOVERY ALLOWABLE, AND
ASSIGNMENT OF A SPECIAL DEPTH
BRACKET ALLOWABLE
SANDOVAL COUNTY, NEW MEXICO

A P P L I C A T I O N

COMES NOW Filon Exploration Corporation, by and through its agent, MINERALS MANAGEMENT INC., and in support of its application respectfully represents to the New Mexico Oil Conservation Commission the following:

1. Applicant is the operator and has drilled and abandoned the following two wells in Sandoval County, New Mexico:
 - a) Federal 33-1, NE/4 SW/4, Section 33, T21N, R5W
 - b) Federal 33-2, SW/4 SE/4, Section 33, T21N, R5W
2. Applicant is the operator and is currently drilling the Federal 33-3, located SE/4 SW/4, Section 33, T21N, R5W, Sandoval County, New Mexico.
3. Based upon geological data obtained from the drilling of the aforementioned two wells and current data being obtained from the Federal 33-3, Applicant believes that the Federal 33-3 will be completed as a discovery well in the Entrada Formation.
4. Applicant believes that the Entrada reservoir at the Federal 33-3 will be similar to other Entrada reservoirs in the area and accordingly, it is believed that high production rates will promote greater operational and recovery efficiency.
5. Approval of the application will result in recovery of oil that would not otherwise be recovered, will prevent waste and protect correlative rights.

WHEREFORE this Applicant respectfully requests that this application be set for hearing before the Commission or its duly appointed examiner and that after notice and hearing as required by law, the Commission enter its order granting the application as requested.

DOCKET MAILED

Date 11/10/75

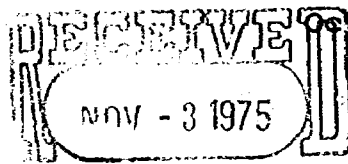
Respectfully submitted,
FILON EXPLORATION CORPORATION

By J. V. Bergerding
MINERALS MANAGEMENT INC.
P. O. Box 3440
Casper, Wyoming 82602



**MINERALS
MANAGEMENT INC.**

WESTERN RESOURCES BUILDING • P. O. BOX 340
TELEPHONE (307) 283-4960
CASPER, WYOMING 82601



October 31, 1975

CONSERVATION COMM.
Santa Fe

Mr. Dan Nutter
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Nutter:

As a follow up to our phone conversation of
October 30, 1975, we are submitting written Application
for hearing, involving the Filon Exploration Federal 33-3
which is currently being drilled in Section 33, T21N, R5W,
Sandoval County, New Mexico.

Yours very truly,

J. H. Borgerding
J. H. Borgerding
Petroleum Engineer

JHB-jan
Enclosure

BEFORE

OIL CONSERVATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF FILON EXPLORATION CORPORATION
FOR AN ORDER FOR, CREATION OF A
NEW POOL CLASSIFIED AS AN OIL POOL
FOR ENTRADA PRODUCTION, ASSIGNMENT
OF AN OIL DISCOVERY ALLOWABLE, AND
ASSIGNMENT OF A SPECIAL DEPTH
BRACKET ALLOWABLE
SANDOVAL COUNTY, NEW MEXICO

A P P L I C A T I O N

COMES NOW Filon Exploration Corporation, by and through its agent, MINERALS MANAGEMENT INC., and in support of its application respectfully represents to the New Mexico Oil Conservation Commission the following:

1. Applicant is the operator and has drilled and abandoned the following two wells in Sandoval County, New Mexico:
 - a) Federal 33-1, NE/4 SW/4, Section 33, T21N, R5W
 - b) Federal 33-2, SW/4 SE/4, Section 33, T21N, R5W
2. Applicant is the operator and is currently drilling the Federal 33-3, located SE/4 SW/4, Section 33, T21N, R5W, Sandoval County, New Mexico.
3. Based upon geological data obtained from the drilling of the aforementioned two wells and current data being obtained from the Federal 33-3, Applicant believes that the Federal 33-3 will be completed as a discovery well in the Entrada Formation.
4. Applicant believes that the Entrada reservoir at the Federal 33-3 will be similar to other Entrada reservoirs in the area and accordingly, it is believed that high production rates will promote greater operational and recovery efficiency.
5. Approval of the application will result in recovery of oil that would not otherwise be recovered, will prevent waste and protect correlative rights.

WHEREFORE this Applicant respectfully requests that this application be set for hearing before the Commission or its duly appointed examiner and that after notice and hearing as required by law, the Commission enter its order granting the application as requested.

Respectfully submitted,
FILON EXPLORATION CORPORATION

By J. H. Bergerding
MINERALS MANAGEMENT INC.
P. O. Box 3440
Casper, Wyoming 82602

Jim Bergeline 307 265 4960 Casper 82601
P.O. Drawer 3040

Filon Exploration Corp.

same application as Eagle Mesa

Federal 33-3

SESW 33-21N-5W

Case 5589

DRAFT

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

dr/

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 5589

Order No. R- 5125

APPLICATION OF FILON EXPLORATION
CORPORATION FOR POOL CREATION, ASSIGNMENT
OF A DISCOVERY ALLOWABLE, AND SPECIAL POOL
RULES, SANDOVAL COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 19, 1975,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this _____ day of November, 1975, the Commission,
a quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 5589 is hereby dismissed.

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