CASE 5611: DAVID C. COLLIER FOR AN UNORTHODOX OIL WELL LOCATION, EDDY COUNTY, NEW MEXICO

# CASE NO.

56//

APPlication,
Transcripts,
Small Exhibits,

ETC.

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico January 7, 1976 EXAMINER HEARING 5 IN THE MATTER OF: 6 Application of David C. Collier for an CASE unorthodox gas well location, Eddy 5611 7 County, New Mexico. 8 9 BEFORE: Richard L. Stamets, Examiner 11 TRANSCRIPT OF HEARING 12 APPEARANCES 13 William F. Carr, Esq. For the New Mexico Oil Legal Counsel for the Commission Conservation Commission: State Land Office Building 15 Santa Fe, New Mexico 16 A. J. Losee, Esq. For the Applicant: LOSEE & CARSON, P.A. 17 Attorneys at Law 300 American Home Building 18 Artesia, New Mexico 19 20 21 22

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INDEX Page DAVID C. COLLIER Direct Examination by Mr. Losee Cross Examination by Mr. Stamets EXHIBIT INDEX Page Applicant's Exhibit No. One, Map Applicant's Exhibit No. Two, Perforated Areas 

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IR.	STAMETS:	We	will	call	the	next	Case,	561

11. MR. CARR: Case 5611, application of David C. Collier for an unorthodox oil well location, Eddy County, New Mexico.

MR. LOSEE: Mr. Examiner, A. J. Losee, Losee and Carson, Artesia, appearing on behalf of the applicant. I have one witness, Mr. Collier.

> MR. STAMETS: Will you stand and be sworn, please? (THEREUPON, the witness was duly sworn.)

#### DAVID C. COLLIER

called as a witness, having been first duly sworn, was examined and testified as follows:

#### DIRECT EXAMINATION

#### BY MR. LOSEE:

- Would you state your name, please?
- David C. Collier.
- Do you live in Artesia?
- Yes, sir.
  - What is your occupation?
  - Oil producer.
- Have you previously testified before this Commission Q. and had your qualifications as an operator of producing oil and gas properties by experience accepted?
  - A. Yes, sir.

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MR. LOSEE: Mr. Stamets, are Mr. Collier's qualifications acceptable?

MR. STAMETS: They are.

Q (Mr. Losee continuing.) Would you state the purpose of this application?

A. To get permission to operate the Well Number 7, located in Section 17, 18, 28. That's an unorthodox location to the prospect of recovering a little more oil.

Q. Now, Mr. Collier, this is an injection well located ten feet out of the corner of that quarter section or thirteen hundred and thirty feet from the south and west lines of Section 17, is it not?

- A. Correct.
- Q. And that was part of the same Capitan waterflood project?
  - A. Yes, sir.
- Q. And this unorthodox location for an injection well was approved by Commission Order Number 2395-A, is that correct?
  - A. Yes.
  - Q. Has it ever been a producing well?
  - A. No.
- Q Please refer to what has been marked as Exhibit One and explain what is portrayed by this exhibit?
  - A. Well, this shows the properties that I own. It shows

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in the corner of the northeast of the southwest of Section 17 where the yellow cross is, the well in question.

- Q You own the acreage in blue, do you not?
- A. Yes, I own the acreage in blue.
- And you own the directly west offset to this
  unorthodox well, do you not?
  - A. Yes.
- Q. All right, what about the southwest-southwest of Section 17, do you know who owns it?
- A. Not for sure. I think it is either Murphy Minerals or Norwood.
- Q. Is there any well producing in that forty-acre tract at this time?
  - A. None to my knowledge.
- Q. Do you know when the last production was on that forty?
- A. Our records show in 1974, I suppose. Those were taken from the Commission records.
  - Q. Now, who owns the southeast of the southwest?
  - A. I understand Grace owns it.
  - Q. That's Michael Grace?
  - A. Yes.
  - Q Is there any well producing on that forty?
  - A. No.
  - Q Turning to the forty-acre tract in question, Well

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Number 1, do you have the cumulative production on that well to date?

- N. Yes, that is eleven thousand, four hundred and thirty-two barrels.
  - Q Now, there is more than one well on the forty?
  - A. Yes.
- Q Now, the 2 and 3 Y on that forty have produced in the same battery, what is the cumulative production from them?
  - A. Thirty-two thousand, a hundred and fifty barrels.
  - Q All right. When were the wells 1, 2 and 3 drilled?
- A. Well Number 1 was in 1925, 2 and 3 in '25 and Number 4 in '66.
  - Q. What is the cumulative production from Well Number 4
  - A. Two thousand, two hundred and seventy-five barrels.
- Q. Please refer to what has been marked as Exhibit
  Number 2 and explain what is shown by this exhibit?
- A. Well, this shows the areas that were perforated for injection. This is where we had hoped to -- nineteen hundred and ninety-one feet to two thousand and one and then two thousand a hundred and five feet to nine and we hope to be able to produce oil out of these areas.
  - Q. Now, this is the log portion of this injection well?
- A. The log portion of the injection well at the time that it was drilled.
  - Q Why do you feel, Mr. Collier, that this well will

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produce oil if it has been an injection well?

A. Recently in acquiring some tubing to put in other wells we pulled this tubing in there and we found that there was pressure down there and it indicated that it was cutting good oil at the time and we would like to try it.

Q Do you have an estimate at the time it was flowing as to what it was flowing; how much oil?

A. Not really. It was just kind of a north-wind observation. We thought it would make three or four barrels of oil.

- Q The well is not producing now, is it?
- A. No, sir.

Q. Do you think that the approval of this application authorizing you to produce this well will permit you to recover oil that would not otherwise be recovered?

- A. I sure do.
- Q And in that manner it will prevent waste of natural resources?
  - A. Yes.
  - Q Do you think correlative rights will be protected?
  - A. Yes.
- Q Were Exhibits One and Two prepared by you or under your supervision?
  - A. Yes.

MR. LOSEE: I have no further questions of the witness.

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#### CROSS EXAMINATION

BY MR. STAMETS:

Q Mr. Collier, this well is located what, about ten feet away from the south lease line?

A. Yes.

Q Looking around the room here I don't believe I see any representative of Mr. Grace here in the room to object to what you propose. Do you feel at this stage that what you are looking at here is a salvage operation?

A. That it is a salvage operation? Yes, I think it will be as far as oil is concerned.

Q Now, Mr. Collier, the well being just ten feet from the lease line there, would you anticipate that some of the production, assuming that you get production, would in fact cross the lease line?

A. I would think so.

Q If this operation were to be expanded to more than one well, do you think some consideration should be given to possibly some sort of unitized or communitized operations to allocate the production to the various interest owners?

A. Yes, and I would be happy to approach that if it would show possibilities.

Q. At the present time you really have no idea what you may get. This may be a one-shot short deal?

A. Yes, this is a test. Yes.

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MR. STAMETS: Any other questions of the witness? He may be excused.

(THEREUPON, the witness was excused.)

MR. STAMETS: Anything further in this Case?

Have you offered your exhibits?

MR. LOSEE: I move the introduction of Exhibits One and Two.

MR. STAMETS: Exhibits One and Two will be admitted.

(THEREUPON, Applicant's Exhibits One and
Two were admitted into evidence.)

MR. STAMETS: If there is nothing further the case will be taken under advisement.

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#### REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a Certified Shorthand 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, C.S.R.

sid morrish reporting servic General Court Reporting Service 25 Calle Mejia, No. 122, Santa Fe, New Mexico Phone (505) 982-9212 3

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i do hereby cerrify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 56

New Mexico Oil Conservation Commission

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DIRECTOR

JOE D. RAMEY

#### **OIL CONSERVATION COMMISSION**

STATE OF NEW MEXICO P. O. BOX 2088 - SANTA FE 87501

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST EMERY C. ARNOLD

•	Mr. A. J. Losee	•	ORDER NO.	R-5153	
		Re:	CASE NO	5611	(
2.					

Mr. A. J. Losee Losee & Carson Attorneys at Law Post Office Box 239 Artesia, New Mexico 88210

Applicant:

David C. Collier

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 X
Aztec OCC

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. 5611 Order No. R-5153

APPLICATION OF DAVID C. COLLIER FOR AN UNORTHODOX OIL WELL LOCATION, DDY COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 7, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 14th day of January, 1976, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, David C. Collier, seeks approval of an unorthodox oil well location for his Welch State No. 7 Well, 1330 feet from the South line and 1330 feet from the West line of Section 17, Township 18 South, Range 28 East, NMPM, Artesia Pool, Eddy County, New Mexico, said well having formerly been a water injection well.
- (3) That the NE/4 SW/4 of said Section 17 is to be dedicated to the well.
- (4) That there is currently no well producing from the Artesia Fool on the proration units immediately south of applicant's Welch State Well No. 7.
- (5) That a well at said unorthodox location will enable applicant to produce the oil underlying the proration unit. which would not otherwise be produced.
- (6) That no offset operator objected to the proposed unorthodox location.

-2-Case No. 5611 Order No. R-5153

(7) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

#### IT IS THEREFORE ORDERED:

- (1) That an unorthodox oil well location is hereby approved for applicant's Welch State No. 7 Well located at a point 1330 feet from the South line and 1330 feet from the West line of Section 17, Township 18 South, Range 28 East, NMPM, Artesia Pool, Eddy County, New Mexico.
- (2) That the NE/4 SW/4 of said Section 17 shall be dedicated to the above-described well.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

SEAL

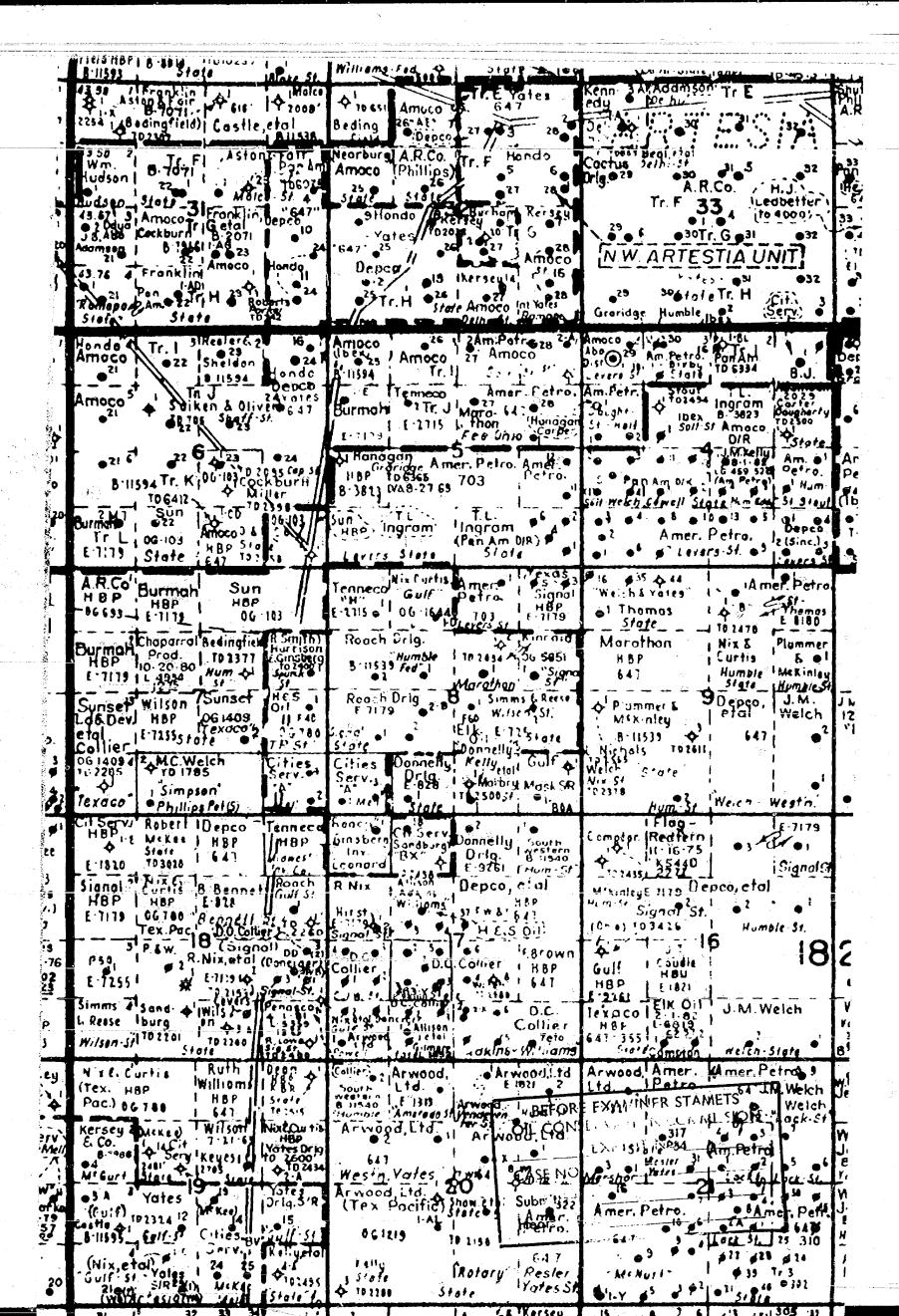
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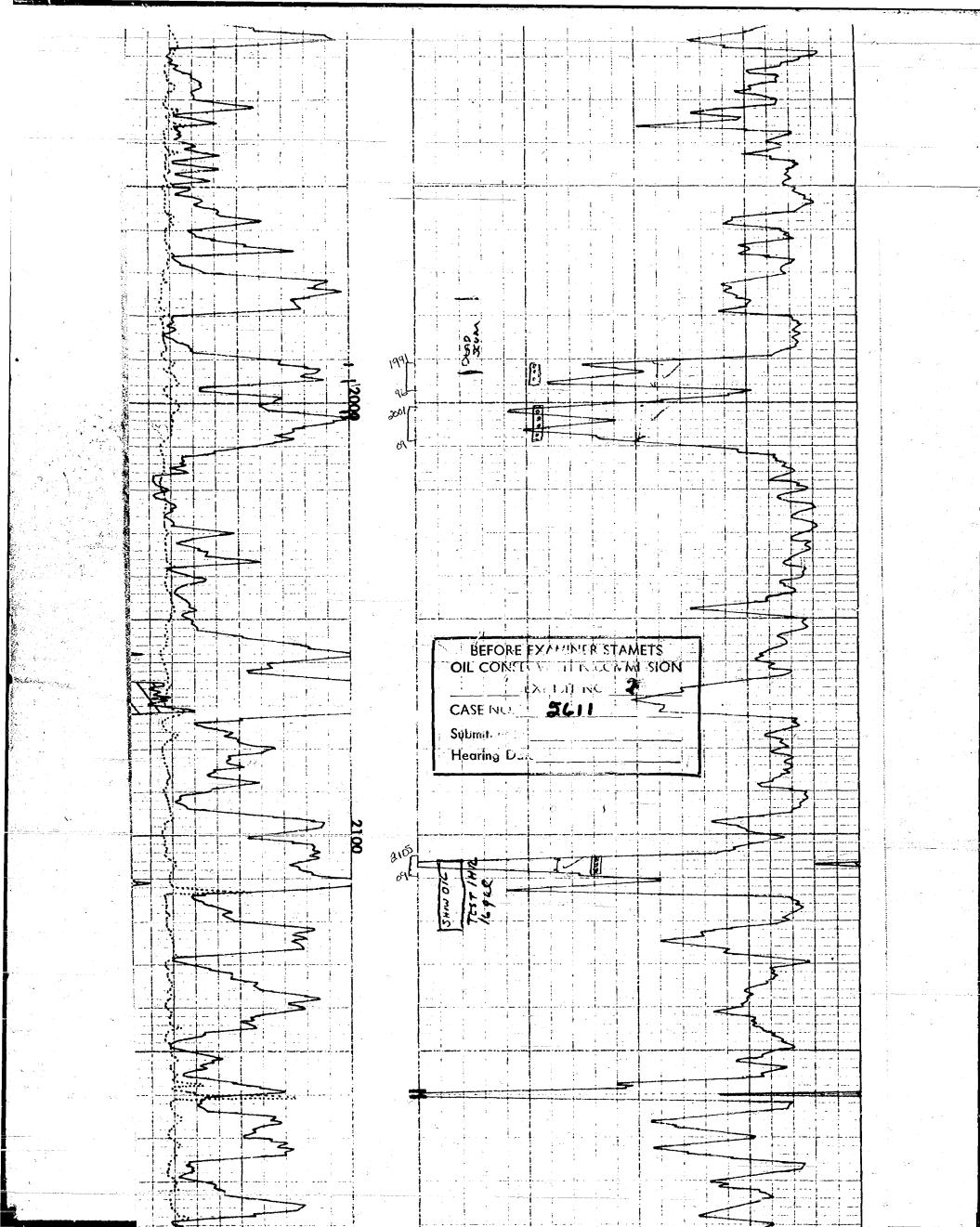
## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING

CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:
CASE NO 5611
Order No. R- <u>5153</u>
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ORDER OF THE COMMISSION
BY THE COMMISSION:
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NOW, on this day of January , 19 76 , the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,
man finds:
(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
(2) That the applicant, <u>David C. Collier</u> , seeks  for his Welch State No. 7 Well,  approval of an unorthodox oil well location/ 1330 feet from the <u>South</u>
line and 1330 feet from the West line of Section 17, Township
18 South , Range 28 East , NMPM, to test the
18 South , Range 28 East , NMPM, to test the Pool,
Eddy County, New Mexico, said well having formerly been a water injection well.  (3) That the NE/45 of said Section 17 185 to be dedicated to the
Eddy County, New Mexico, said well having formerly been a water injection well.  (3) That the NE/HS of said Section 17 18 to be dedicated to the well.
Eddy County, New Mexico, said well having formerly been a water injection well.  (3) That the NE/45 of said Section 17 185 to be dedicated to the
Eddy County, New Mexico, said well having formerly been a water injection well.  (3) That the NEHS of said Section 17 18 to be dedicated to the well.  (5) That a well at said unorthodox location will there enable applicant to produce the oil underlying the proratic limit. Which would not otherwise be produced to the proposed unorthodox  (6) That no offset operator objected to the proposed unorthodox
Eddy County, New Mexico, said well having formerly been a water injection well.  (3) That the NEHS of said Section 17 is to be dedicated to the well.  (4) That a well at said unorthodox location will with enable applicant to produce the oil underlying the proration will which would not offerwise be produced to the proposed unorthodox  (5) That no offset operator objected to the proposed unorthodox

Case NoOrder No. R
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afford the application will afford the applicant
the opportunity to produce its just and equitable share of the oi/in the
subject pool, will prevent the economic loss caused by the drilling of
unnecessary wells, avoid the augmentation of risk arising from the drilling
of an excessive number of wells, and will otherwise prevent waste and protect
correlative rights.
IT IS THEREFORE ORDERED:
(1) That an unorthodox oil well location described
applicant's Welch State No. 7 Well  formation is hereby approved for the located at a point 1330
feet from the South line and 1330 feet from the West
line of Section 17 , Township 18 South , Range 28 East
NMPM, Artesia
NMPM, Artesia Pool, Eddy County,
[
(2) That the NEASWA of said Section shall be dedicated to
the above-described well.
(3) That jurisdiction of this cause is retained for the entry of such
Turther orders as the Commission may deem necessary.
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.





Dockets Nos. 2-76 and 3-76 are tentatively set for hearing on January 14 and January 21, 1976. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: EXAMINER HEARING - WEDNESDAY - JANUARY 7, 1976

9 A.N. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO
The following cases will be heard before Richard L. Statets, Examiner or Daniel
S. Nutter, Alternate Examiner:

CASE 5600: Application of Champlin Petroleum Company for special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the East Carlsbad-Wolfcamp Gas Pool, Eddy County, New Mexico, including a provision for 320-acre spacing.

CASE 5601: Application of Consolidated Oil & Gas, Inc. for downhole corningling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to comingle Tapacito-Pictured Cliffs and Basin-Dakota gas production in the wellbore of its Iribal "C" Well No. 10-7, located in Unit J of Section 7, Township 26 North, Range 3 West, Rio Arriba County, New Mexico.

CASE 5602: Application of Consolidated Oil & Cas, Inc. for downhole coaningling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Fulcher Kutz-Pictured Diffs and Aztec-Fruitland gas production in the wellbore of its Collins Well No. 1, Manley Well No. 1, and Walz Well No. 1, located, respectively, in Units E, P, and L of Section 31, Township 29 North, Range 10 West, San Juan County, New Mexico.

CASE 5603: Application of Burleson and Huff for compulsory pooling, a nonstandard gas proration unit, and an unorthodox location, Lea County,
New Yexico. Applicant, in the above-styled cause, seeks an order
pooling all mineral interests in the Jalmat Gas Pool underlying
the NW/4 of Section 35, Township 25 South, Range 37 East, Lea County,
New Mexico, to form a non-standard 160-acre proration unit; applicant further seeks the pooling of all mineral interests in the
Langlie-Nattix Pool underlying each of the following tracts in said
Section 35 to form three standard to-acre proration units: the NE/4
NW/4, to be dedicated to applicant's Dabbs Nell No. 1, located 330
feet from the North line and 2310 feet from the West line of said
Section 35; the SE/4 NW/4, to be dedicated to applicant's Dabbs
Well No. 3, located 1930 feet from the North and West lines of said
Section 35; and the SW/4 NW/4, to be dedicated to a well to be
drilled on said tract at a standard tanglie Mattix Pool location.
In the event re-entry into either the Dabbs Well No. 1 or No. 3
is unsuccessful, applicant proposes to drill a replacement well
at a standard location on its tract. Applicant further proposes
to dedicate the 160-acre Jalmat proration unit to one of the three
above-described wells, and in the event it should be the Dabbs
Well No. 1, applicant seeks approval for the unorthodox Jalmat
location for said well. Also to be considered will be the cost
of re-entering, drilling, and co-pleting said wells and the allocation of such costs as well as actual operating costs and charges
for supervision. Also to be considered will be the designation of
the applicant as operator of the wells and a charge for the risk
involved in re-entering, drilling, and coopleting said vells.

CASE 5604: Application of Burleson 5 Muff for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Querecho Plains-Queen Pool by the injection of water into the Queen formation through its Anadarko Federal Well No. 6 to be drilled at an unorthodox location in the approximate center of the SV/4 of Section 27, Township 18 South, Range 32 East, Lea County, New Mexico. Applicant further seeks an administrative procedure for approval of additional vells at standard and non-standard locations within the project area.

Examiner Hearing - Wednesday - January 7, 1976

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CASE 5605: Application of Saguaro 011 Company for special pool rules, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Table Mesa-Dakota 011 Pool, San Juan County, New Mexico, including a provision for 2 1/2-acre spacing.

CASE 5606: Application of Cities Service Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval to commingle Tubb and Drinkard production in the wellbore of its Brunson B Well No. 3, located in Unit N of Section 3, Township 22 South, Range 27 East, Lea County, New Mexico.

CASE 5607: Application of Black River Corporation for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill an undesignated Canyon forcation well at an unorthodox location 280 feet from the South line and 150 feet from the West line of Section 33, Township 25 South, Range 24 East, Eddy County, New Mexico.

CASE 5603: Application of Northern Natural Gas Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Magruder Hill Unit Area comprising 2,258 acres, more or less, of Federal, State, and fee lands in Township 22 South, Range 25 and 26 East, Eddy County, New Mexico.

CASE 5609: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, steks approval for the unorthodox location of its Nellor "EO" Well to be drilled at a point 1980 feet from the North line and 660 feet from the West line or in the alternative, 660 feet from the North and West lines of Section 30, Township 17 South, Range 26 East, Eddy County, New Mexico, the N/2 of said Section 30 to be dedicated to the well.

CASE 5610: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Caskey "EV" Well to be drilled at a point 660 feet from the South line and 1400 feet from the Set line of Section 30, Township 17 South, Range 26 East, Eddy County, New Mexico, the S/2 of said Section 30 to be dedicated to the well.

CASE 5611: Application of David C. Collier for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Welch State No. 7 Well located 1330 feet from the South and West lines of Section 17, Township 18 South, Range 28 East, Artesia Pool, Eddy County, New Mexico, said well having formerly been a water injection well.

CASE 5612: Application of Dalport Oil Corporation for exception to the provisions of Order No. R-3221, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks as an exception to the provisions of Commission Order No. R-3221 permission to dispose of produced salt water from its State C Wells Nos. 1, 2, and 3, located in Units D. E. and L. respectively, of Section 15, Township 15 South, Range 30 East, Double L Queen Associated Pool, Chaves County, New Mexico, in an unlined surface pit located in Unit E of said Section 16.

CASE 5596: (Reopened & Readvertised)

Application of Eurk Royalty Company for statutory unitization, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order unitizing, for the purpose of secondary recovery, all mineral interests in the Queen formation uncerlying the following-described lands, Double L-Queen Pool, Chaves County, New Mexico:

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Docket No. 1-76

TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM
Section 23: E/2 SE/4
Section 24: W/2 SW/4
Section 25: NN/4, SW/4 NE/4, N/2 SW/4, SE/4 SW/4, W/2 SE/4,
6 SE/4 SE/4
Section 36: NE/4 NW/4, NE/4, N/2 SE/4, & SE/4 SE/4

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NOPM Section 31: W/2, W/2 SE/4, & SE/4 SE/4

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM Section 1: E/2 E/2

Section 12: NE/4 & E/2 SE/4 Section 13: NE/4 NE/4

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NNPM Section 6: N/2, SW/4, 6 NW/4 SE/4 Section 7: W/2 W/2 6 NE/4 NW/4 Section 18: NW/4

Among the matters to be considered at the hearing will be the necessity of unit operations and the feasibility of the proposed secondary recovery program; the designation of a unit operator; the determination of the horizontal and vertical limits of the unit area; the determination of a fair, reasonable, and equitable allocation of production and costs of production, including capital investment, to each of the various tracts in the unit area; the determination of credits and charges to be made among the various owners in the unit area for their investment in wells and equipment; and such other natters as may be necessary and appropriate for carrying on efficient unit operations, including, but not necessarily limited to, unit voting procedures, selection, removal, or substitution of unit operator, and time of commencement and termination of unit operations. operations.

CASE 5613:

Southeastern New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Lea, Eddy, and Chaves Counties, New Mexico.

(a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Bone Springs production and designated as the West Grama Ridge-Bone Springs Pool. The discovery well is Southern Union Production Company Barbara Federal Well No. 1 located in Unit I of Section 6, Township 22 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NORM Section 6: SE/4

(b) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the Hay Hollow-Strawn Gas Pool. The discovery well is Great Western Drilling Company Hay Hollow Unit Well No. 1 located in Unit J of Section 11, Township 26 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 27 EAST, NMPM Section 11: E/2

(c) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Delaware production and designated as the Ross-Draw-Delaware Cas Pool. The discovery well is J. C. Williamson Ross Draw Unit Well No. I located in Unit Not Section 27, Township 26 South, Range 30 East, NOM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 30 EAST, NYPH Section 27: W/2 Section 34: NW/4

(d) Create a new pool in Chaves County, New Mexico, classified as an eil pool for San Andres production and designated as the Sulimar-San

Examiner Hearing - Wednesday - January 7, 1976

Docket No. 1-76

Andres Pool. The discovery well is McClellan Oil Corporation Lisa A Federal Well No. 1Y located in Unit K of Section 13, Township 15 South, Range 29 East, MMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM Section 13: SW/4

(e) Extend the vertical limits of the Legg-Morrow Gas Pool in Lea County, New Mexico, to include the Atoka formation; and redesignate the pool as the Legg Atoka-Morrow Gas Pool.

(f) Extend the Antelope Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM Section 26: S/2 Section 35: N/2

(g) Extend the Bar-U-Pennsylvanian Fool in Chaves County, New Mexico,

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NOWN Section 31: 5/2

(h) Extend the North Burton Flats-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM Section 19: S/2 Section 30: W/2

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

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NOWN Section 17: NW/4 Section 18: NE/4

(j) Extend the East Chisum-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 9: E/2 SE/4 and S/2 SW/4

(k) Extend the High Plains-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM Section 26: SW/4

(1) Extend the Jaluat Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMFM Section 2: NW/4

(a) Extend the South Lucky Lake-Queen Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, BANGE 29 EAST, NOPM Section 22: W/2 NW/4

(n) Extend the Pecos-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 29 EAST, NMPM Section 27: SW/4 NE/4 and W/2 SE/4

(o) Extend the North Yacuum-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, MMPM Section 6: SW/4

(p) Extend the Vacuum-Queen Gas Fool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NAPM Section 11: XW/4

Cese 5611

LAW OFFICES

LOSEE & CARSON, P.A. 300 AMERICAN HOME BUILDING P. O. DRAWER 239 ARTESIA, NEW MEXICO 88210

AREA CODE 505 746-3508

A.J. LOSEE JOEL M. CARSON CHAD DICKERSON

December 15, 1975

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

Gentlemen:

Enclosed for filing, please find original and two copies of the application of David C. Collier to convert an injection well into a producing well at an unorthodox location in the Artesia field, Eddy County, New Mexico.

We ask that this case be set for hearing before an examiner and that you furnish us with a docket of the hearing. Thank you.

Yours truly,

Joel M. Carson

JMC:bjm

Enclosures

cc w/enclosure; Mr. David C. Collier

DOCKET MAILED

OIL CONSERVATION COMM. Santa Fo

## BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF DAVID C. COLLIER TO CONVERT AN INJECTION WELL INTO A PRODUCING WELL AT AN UNORTHODOX LOCATION IN THE ARTESIA FIELD, EDDY COUNTY, NEW MEXICO.

CASE NO. 56//

#### APPLICATION

COMES NOW David C. Collier, by and through his attorneys and in support hereof, respectfully states:

- 1. Applicant is the operator of the Welch State No. 7
  Well which is located 1,330 feet from the South line and 1,330
  feet from the West line of Section 17, Township 18 South, Range
  28 East, N.M.P.M., Eddy County, New Mexico.
- 2. Applicant seeks permission, pursuant to Rule 701 et seq., to convert said injection well into a producing well and seeks an exception to the well location requirements of Rule 104-C of the Oil Conservation Commission to permit the production of said well at an unorthodox location.
- 3. The approval of this application will afford applicant the opportunity to produce its just and equitable share of oil in the Artesia field and will protect correlative rights.

WHEREFORE, applicant prays:

- A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.
- B. That upon hearing the Commission enter its order granting applicant permission to convert said injection well into

a producing well at a location 1,330 feet from the South line and 1,330 feet from the West line of Section 17, Township 18 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

C. And for such other and further relief as may be just in the premises.

DAVID C. COLLIER

By

Losee & Carson, P.A.

P. 9. Drawer 239

Artesia, New Mexico 88210

Attorneys for Applicant

#### BEFORE THE OIL CONSERVATION COMMISSION

#### STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF DAVID C. COLLIER TO CONVERT AN INJECTION WELL INTO A PRODUCING WELL, AT AN UNORTHODOX LOCATION IN THE AKTESIA FIELD, EDDY COUNTY, NEW MEXICO.

CASE NO.

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C. And for such other and further relief as may be just in the premises.

DAVID C. COLLIER

Losee & Carson, P.A.

P. O. Drawer 239 Artesia, New Mexico 88210

Attorneys for Applicant

# BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF DAVID C. COLLIER TO CONVERT AN INJECTION WELL INTO A PRODUCING WELL AT AN UNORTHODOX LOCATION IN THE ARTESIA FIELD, EDDY COUNTY, NEW MEXICO.

CASE	NO.	والمهاب والمراج مهدو مهرمية وسيمي وميسوب بيطلقو والمرادان

#### APPLICATION

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DAVID C. COLLIER

Losee & Carson, P.A. P. O. Drawer 239

Artesia, New Mexico 88210

Attorneys for Applicant