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CASE 5718: PLUGGING CASE
MORAD OIL & MINING COMPANY
WESTERN SURETY COMPANY

ing

CASE NO.

5718

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 21, 1976

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the OCC on its own motion to permit Morad Oil & Mining Co., Western Surety Co. and all interested parties to appear and show cause why the Campbell Well No. 1 should not be plugged and abandoned.

CASE
5718

BEFORE: Richard L. Stamets, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

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

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

I N D E X

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CARL ULVOG

Direct Examination by Mr. Carr

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Cross Examination by Mr. Stamets

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1 MR. STAMETS: We will call next Case 5718.

2 MR. CARR: Case 5718 in the matter of the hearing
 3 called by the Oil Conservation Commission on its own motion
 4 to permit Morad Oil & Mining Company, Western Surety Company
 5 and all other interested parties to appear and show cause
 6 why the Campbell Well No. 1 should not be plugged and
 7 abandoned in accordance with a Commission-approved plugging
 8 program.

9 Mr. Examiner, I'm William F. Carr appearing for the
 10 Commission and I have one witness to be sworn.

11 (THEREUPON, the witness was duly sworn.)
 12

13 CARL ULVOG

14 called as a witness, having been first duly sworn, was
 15 examined and testified as follows:
 16

17 DIRECT EXAMINATION

18 BY MR. CARR:

19 Q Will you please state your name, position and place
 20 of residence?

21 A Carl Ulvog, Senior Geologist for the Oil Conservation
 22 Commission located here in Santa Fe.

23 Q Do your duties also include acting as supervisor
 24 of the Commission's District Four?

25 A Yes, sir.

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1 Q Does District Four include that part of Union
2 County involved in this case?

3 A That is correct.

4 Q Do your duties as District Supervisor include
5 making recommendations to the Commission when a well should
6 be plugged and abandoned?

7 A Yes, they do.

8 Q Are you familiar with the subject matter of this
9 case?

10 A Yes, I am.

11 Q Would you state for the Examiner what the purpose
12 of the case is?

13 A The purpose here is to determine whether or not this
14 well should be reentered and plugged in accordance with the
15 Oil Conservation Commission regulations.

16 Q Are you familiar with the Campbell Well No. 1?

17 A Yes, I am.

18 Q Have you reviewed all reports filed with the
19 Commission concerning this well?

20 A Yes, sir.

21 Q Do you have these records with you?

22 A I do.

23 Q Would you refer to these records and give the
24 Examiner a history of the well as reflected therein?

25 A Yes, sir. The well which is located six hundred and

1 sixty-eight feet from the east line and six hundred and sixty-
2 four feet from the north line of Section 25 of Township 25
3 North, Range 35 East in Union County was originally spudded
4 as the Kelly Moore and Rader No. 1 O. T. Campbell. That's
5 C-a-m-p-b-e-l-l.

6 Shortly after the well was started that name was
7 changed, although we do not have any official change notice
8 of name in here but it was at some point changed to the Morad
9 Oil and Mining Company Well.

10 Now, the C-101, Application for the permit to
11 drill this well is dated August 26, 1955. The well was
12 started at sometime before September 1st of that year. We do
13 not have a notice of exactly when it started but on
14 September 1st, 1955 the report was filed that they had set
15 sixty-six feet of sixteen-inch casing. On December 16th of
16 that year they reported a large flow of water which was
17 encountered at two hundred and thirty feet depth. At that
18 point they proposed setting two hundred and thirty feet of
19 ten-inch casing. On January 8th, 1956 they reported setting
20 the casing. On January 28th, 1956 they reported drilling
21 at four hundred and twelve feet and on March 25th of that
22 year they reported they were drilling at six hundred feet.
23 That's the last report that we had of any drilling.

24 On August 16th of 1956 there was a notice filed of
25 an intent to temporarily abandon and that is the last report

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1 that was signed by a Mr. C. B. Moore who had signed all of
2 the previous reports. There was no more correspondence from
3 him.

4 Three years later, in fact, on May 11th, 1959 there
5 was a notice filed of an intent to plug and abandon. This is
6 signed by a different person but it was still carried as the
7 Morad Well.

8 On June 3rd, 1959 there was a report filed of a
9 plugging and abandonment.

10 Now, there was supposed to have been then sixty-six
11 feet of sixteen-inch casing and two hundred and thirty-four of
12 ten-inch casing and as far as we can tell, a total depth of
13 six hundred feet. This is from the reports in the file.

14 Now, the plugging and abandonment report was never
15 approved by the Commission. There is an undated inspection
16 report in the file which reads: (Reading) Inspection shows
17 that pits are not filled, there are two strings of casing in
18 the hole, the ground is caving around the hole, becoming a
19 menace to cattle and there is junk and three or four stings
20 of seven-inch casing on location. (End of reading.)

21 On January 21st, 1975 I inspected the location and
22 again on June 21st of this year. There is a sixteen-inch
23 casing standing open at the surface. There is no sign of any
24 other casing in the well. I don't know how far this casing is
25 open but at some depth there is some sort of a plug, possibly

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1 it is debris or caving or something, I don't know what. It's
2 not water.

3 The location is fairly level and clean but this
4 casing only extends about eight inches above the surrounding
5 ground and there is vegetation all around it of various kinds
6 and it would be very, very easy for animals to step into this
7 casing. In fact, I almost stepped into it myself the first
8 time out there.

9 Q On what date was the last official form filed with
10 the Commission concerning this well?

11 A The last report we had, official filing in this
12 office, was dated June 3rd, 1959.

13 Q Do you have any other communications or data that
14 you need to call to the Examiner's attention concerning this
15 well?

16 A Well, from my investigation of this I had determined
17 that probably the well is in the neighborhood of nine hundred
18 feet deep, that it was drilled from approximately six hundred
19 feet to nine hundred feet open hole, no casing used, that
20 there was no fluid encountered in that section. The ten-
21 inch casing which was supposedly set at about six hundred
22 feet has probably been pulled, all or part of it, because
23 there is no sign of it there now. That that sixteen-inch
24 casing is probably set, maybe not cemented because we have no
25 report of cementing. It was probably just driven in and it is

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1 probably set at about sixty-six feet. There may not have been
2 any cement used here at all, I don't know.

3 Q Mr. Ulvog, is all of the data you have relied on in
4 preparing this testimony contained in the official well file?

5 A Yes, that is correct.

6 Q In your opinion could failure to plug this well cause
7 waste?

8 A Not only that but it is a hazard to livestock.

9 Q What type of plugging program do you recommend for
10 this well?

11 A In view of the fact that we do not know for sure if
12 there are any plugs there, I would say we would have to reenter
13 the well to find out what's there and if we find a plug at
14 some point, say, in the vicinity of two hundred feet and I
15 say two hundred because in conversations with landowners
16 in the surrounding area, they reported that is about the
17 depth at which they get their fresh water, so we need to be
18 sure there is a plug at about that point. If there is no
19 plug there then we need to put one there and, of course, we
20 need a marker at the top and a plug there.

21 Q What is your recommendation to the Commission con-
22 cerning action to be taken in regard to this well?

23 A That we determine just what the situation is with
24 the well, if there may be other casing, if there may be plugs
25 set and if not, that we set them.

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1 Q And you do recommend that it be plugged and
2 abandoned?

3 A That is correct.

4 Q Do you have anything further to add to your testimony?

5 A No, sir.

6 MR. CARR: We have nothing further.

7
8 CROSS EXAMINATION

9 BY MR. STAMETS:

10 Q Mr. Ulvog, were you able to determine whether there
11 was water in this hole either by the records or by dropping a
12 rock?

13 A As I mentioned, I did drop a couple of rocks in
14 there when I was checking it out and they hit something down
15 in there, bounced off of something, so there is something
16 quite solid there. It could be just debris, it could be just
17 caving, I don't know, I don't know what it is and I don't know
18 how deep it is. It is not within, say, thirty or forty feet
19 of the surface, I'm pretty sure of that but there was not
20 water there, no.

21 MR. STAMETS: Anything further in this case? The
22 witness may be excused.

23 (THEREUPON, the witness was excused.)

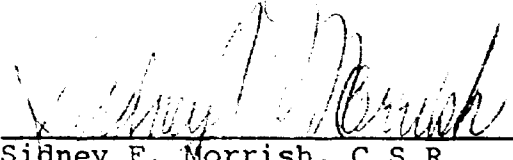
24 MR. STAMETS: The case will be taken under advise-
25 ment.

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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.

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Phone (505) 982-9212

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 5718.
heard by me on 7-24-76, 19 76.

Richard F. Hunt, Examiner
New Mexico Oil Conservation Commission

For July 21 Examiner hearing

Case 57101

"Show Cause" or "Forced Plugging" case for:

operator - Morad Oil & Mining Co. ^{Box 266} Roy, N. Mex.
well - Campbell Well No 1
location - Unit A, Sec 25, T-28-N, R-35-E
Union County, New Mexico

bond - Western Surety Co.
908 West Avenue North
Sioux Falls, South Dakota 57101

Order
received
7/27/76

Dockets Nos. 22-76 and 23-76 are tentatively set for hearing on August 4 and August 18, 1976. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 21, 1976

9 A.M. - OIL CONSERVATION COMMISSION 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 August, 1976, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.
- (2) Consideration of the allowable production of gas for August, 1976, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 5715: Application of Marathon Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Northeast Anderson Ranch Unit Area comprising 2,720 acres, more or less, of State lands in Township 15 South, Range 32 East, Lea County, New Mexico.
- CASE 5716: Application of Atlantic Richfield Company for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 33, Township 17 South, Range 28 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the South and West lines of said Section 33. 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 5717: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Petroleum Development Corporation, Commercial Union Assurance Companies, and all other interested parties to appear and show cause why the Vaughn State Well No. 1, located in Unit E of Section 16, Township 6 North, Range 17 East, Guadalupe County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 5718: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Morad Oil & Mining Company, Western Surety Company, and all other interested parties to appear and show cause why the Campbell Well No. 1, located in Unit A of Section 20, Township 28 North, Range 35 East, Union County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 5719: Application of La Rue and Muncy for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its McClay Federal Wells Nos. 9 and 10, located in Units G and F, respectively, of Section 33, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5720: Application of Harvey E. Yates for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its State Wells Nos. 1, 2, 3, 4, and 6 located in Units G, B, A, J, and H, respectively, of Section 32, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5721: Application of H & S Oil Company for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its McClay Well No. 7, located in Unit C of Section 33, Township 18 South, Range 30 East, North Benson-Queen Grayburg Pool, Eddy County, New Mexico.
- CASE 5722: Application of Gene Snow for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from his Elk Well No. 1, located in Unit L of Section 32, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5723: Application of Marbob Energy Corporation for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its Elliott Well No. 1 located in Unit E of Section 28, and its Elliott Wells Nos. 2 and 3 located in Units H and G, respectively, of Section 29, all in Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.

No. 481667

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO Morad Oil & Mining Co.		POSTMARK OR DATE
STREET AND NO. Box 266		
P. O., STATE, AND ZIP CODE Roy, New Mexico		
EXTRA SERVICES FOR ADDITIONAL FEES		
Return Receipt Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1965 NO INSURANCE COVERAGE PROVIDED— NOT FOR INTERNATIONAL MAIL (See other side)		

No. 481668

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO Western Surety Company		POSTMARK OR DATE
STREET AND NO. 908 West Avenue North		
P. O., STATE, AND ZIP CODE Sioux Falls, S. Dakota 57101		
EXTRA SERVICES FOR ADDITIONAL FEES		
Return Receipt Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1965 NO INSURANCE COVERAGE PROVIDED— NOT FOR INTERNATIONAL MAIL (See other side)		

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

P. O. BOX 2088 - SANTA FE

87501



STATE GEOLOGIST

EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER

PHIL R. LUCERO

July 9, 1976

CERTIFIED - RETURN
RECEIPT REQUESTED

Morad Oil & Mining Co.
Box 266
Roy, New Mexico

Western Surety Company
908 West Avenue North
Sioux Falls, South Dakota 57101

Re: Morad Oil & Mining Co.
Campbell Well No. 1, located
in Unit A of Section 25,
Township 28 North, Range 35
East, Union County
Plugging Bond

Gentlemen:

Enclosed is a copy of the docket of the Examiner
Hearing to be held on Wednesday, July 21, 1976, at 9:00
a.m. in the Oil Conservation Commission Conference Room,
State Land Office Building, Santa Fe, New Mexico. Case
5718 concerns the above captioned subject matter.

Very truly yours,

WILLIAM F. CARR
General Counsel

WFC/fd
enc.

Dockets Nos. 22-76 and 23-76 are tentatively set for hearing on August 4 and August 18, 1976. Applications for hearing must be filed at least 22 days in advance of hearing date.

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- CASE 5716: Application of Atlantic Richfield Company for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 33, Township 17 South, Range 28 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the South and West lines of said Section 33. 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 5717: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Petroleum Development Corporation, Commercial Union Assurance Companies, and all other interested parties to appear and show cause why the Vaughn State Well No. 1, located in Unit E of Section 16, Township 6 North, Range 17 East, Guadalupe County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 5718: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Morad Oil & Mining Company, Western Surety Company, and all other interested parties to appear and show cause why the Campbell Well No. 1, located in Unit A of Section 25, Township 23 North, Range 35 East, Union County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 5719: Application of La Rue and Muncy for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its McClay Federal Wells Nos. 9 and 10, located in Units G and F, respectively, of Section 33, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5720: Application of Harvey E. Yates for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its State Wells Nos. 1, 2, 3, 4, and 6 located in Units G, B, A, J, and H, respectively, of Section 32, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5721: Application of H & S Oil Company for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its McClay Well No. 7, located in Unit C of Section 33, Township 18 South, Range 30 East, North Benson-Queen Grayburg Pool, Eddy County, New Mexico.
- CASE 5722: Application of Gene Snow for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from his Elk Well No. 1, located in Unit L of Section 32, Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.
- CASE 5723: Application of Marbob Energy Corporation for an exception to Order No. R-3221, Eddy 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, into earthen pits, produced salt water from its Elliott Well No. 1 located in Unit E of Section 28, and its Elliott Wells Nos. 2 and 3 located in Units H and G, respectively, of Section 29, all in Township 18 South, Range 30 East, North Benson Queen-Grayburg Pool, Eddy County, New Mexico.

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. 5718
Order No. R-5244

IN THE MATTER OF THE HEARING CALLED BY THE OIL
CONSERVATION COMMISSION ON ITS OWN MOTION TO
PERMIT MORAD OIL & MINING COMPANY, WESTERN
SURETY COMPANY, AND ALL OTHER INTERESTED PARTIES
TO APPEAR AND SHOW CAUSE WHY THE CAMPBELL WELL NO.
1, LOCATED IN UNIT A OF SECTION 25, TOWNSHIP 28
NORTH, RANGE 35 EAST, UNION COUNTY, NEW MEXICO,
SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE
WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 21, 1976,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 27th day of July, 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 Morad Oil & Mining Company is the owner and opera-
tor of the Campbell Well No. 1, located in Unit A of Section 25,
Township 28 North, Range 35 East, NMPM, Union County, New Mexico.

(3) That Western Surety Company is the surety on the Oil
Conservation Commission plugging bond on which Morad Oil & Mining
Company 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 fresh waters
said Campbell Well No. 1 should be plugged and abandoned in
accordance with a program approved by the Santa Fe district office
of the New Mexico Oil Conservation Commission on or before October
31, 1976, or the well should be returned to active drilling status
or placed on production.

IT IS THEREFORE ORDERED:

(1) That Morad Oil & Mining Company and Western Surety Company are hereby ordered to plug and abandon the Campbell Well No. 1, located in Unit A of Section 25, Township 28 North, Range 35 East, NMPM, Union County, New Mexico, on or before October 31, 1976.

(2) That Morad Oil & Mining Company and Western Surety Company, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

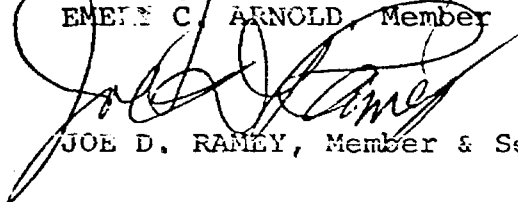
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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. RANEY, Member & Secretary

S E A L

jr/

DRAFT

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. 5718

Order No. R- 5244

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION
ON ITS OWN MOTION TO PERMIT MORAD OIL & MINING COMPANY, WESTERN
SURETY COMPANY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW
CAUSE WHY THE CAMPBELL WELL NO. 1, LOCATED IN UNIT A OF SECTION 25,
TOWNSHIP 28 NORTH, RANGE 35 EAST, UNION COUNTY, NEW MEXICO, SHOULD
NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED
PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 21,
19 76, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this day of July, 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 Morad Oil & Mining Company is the owner and
operator of the Campbell Well No. 1,
located in Unit A of Section 25, Township 28 North
Range 35 East, NMPM, Union County, New Mexico.

(3) That Western Surety Company is the
surety on the Oil Conservation Commission plugging bond on which
Morad Oil & Mining Company is principal.

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

(5) That in order to prevent waste and protect ^{fresh waters} ~~correlative~~
~~rights~~ said Campbell Well No. 1 should
be plugged and abandoned in accordance with a program approved by
the Santa Fe District Office of the New Mexico Oil
Conservation Commission on or before October 31,
1976, or the well should be returned to active drilling
status or placed on production.

IT IS THEREFORE ORDERED:

(1) That Morad Oil & Mining Company and Western Surety Company are hereby ordered to plug and abandon the Campbell Well No. 1, located in Unit A of Section 25, Township 23 North, Range 35 East, NMPN, Union County, New Mexico, on or before October 31, 1976.

-2-

Case No. _____

Order No. R- _____

(2) That Morad Oil & Mining Company and Western Surety Company, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

(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 hereinabove designated.

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. 5718
Order No. R-5244

IN THE MATTER OF THE HEARING CALLED BY THE OIL
CONSERVATION COMMISSION ON ITS OWN MOTION TO
PERMIT MORAD OIL & MINING COMPANY, WESTERN
SURETY COMPANY, AND ALL OTHER INTERESTED PARTIES
TO APPEAR AND SHOW CAUSE WHY THE CAMPBELL WELL NO.
1, LOCATED IN UNIT A OF SECTION 25, TOWNSHIP 28
NORTH, RANGE 35 EAST, UNION COUNTY, NEW MEXICO,
SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE
WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 21, 1976,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 27th day of July, 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 Morad Oil & Mining Company is the owner and opera-
tor of the Campbell Well No. 1, located in Unit A of Section 25,
Township 28 North, Range 35 East, NMPM, Union County, New Mexico.

(3) That Western Surety Company is the surety on the Oil
Conservation Commission plugging bond on which Morad Oil & Mining
Company 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 fresh waters
said Campbell Well No. 1 should be plugged and abandoned in
accordance with a program approved by the Santa Fe district office
of the New Mexico Oil Conservation Commission on or before October
31, 1976, or the well should be returned to active drilling status
or placed on production.

-2-

Case No. 5718
Order No. R-5244

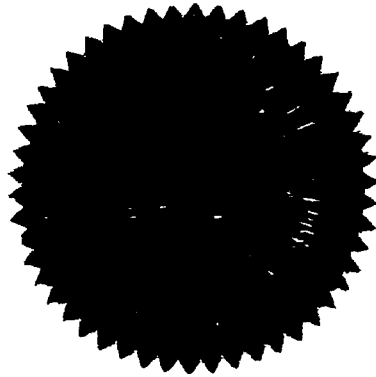
IT IS THEREFORE ORDERED:

(1) That Morad Oil & Mining Company and Western Surety Company are hereby ordered to plug and abandon the Campbell Well No. 1, located in Unit A of Section 25, Township 28 North, Range 35 East, NMPM, Union County, New Mexico, on or before October 31, 1976.

(2) That Morad Oil & Mining Company and Western Surety Company, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

(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 hereinabove designated.



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Phil R. Lucero
PHIL R. LUCERO, Chairman

Emery C. Arnold
EMERY C. ARNOLD, Member

Joe D. Ramey
JOE D. RAMEY, Member & Secretary

jr/