

Case No.

679

Application, Transcript,
Small Exhibits, Etc.

BEFORE THE
OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

Santa Fe, New Mexico

* * * * *

TRANSCRIPT OF PROCEEDINGS

CASE NO. 679

Regular Hearing

BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO
Santa Fe, New Mexico
May 19, 1954

IN THE MATTER OF:

Application of Velma Petroleum Corporation for approval of unorthodox location 1370 feet from N line and 1650 feet from E line of Section 31, Township 18 South, Range 39 East.

Case No. 679

BEFORE THE FULL COMMISSION

TRANSCRIPT OF PROCEEDINGS

MR. SPURRIER: In this particular case, we have a request from W. D. Girand, Junior, for the applicant, Velma Petroleum. He has made a motion to dismiss. Does anyone have a comment or is there objection to his motion to dismiss? Without objection the case will be dismissed. The next case on the docket is Case 690.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

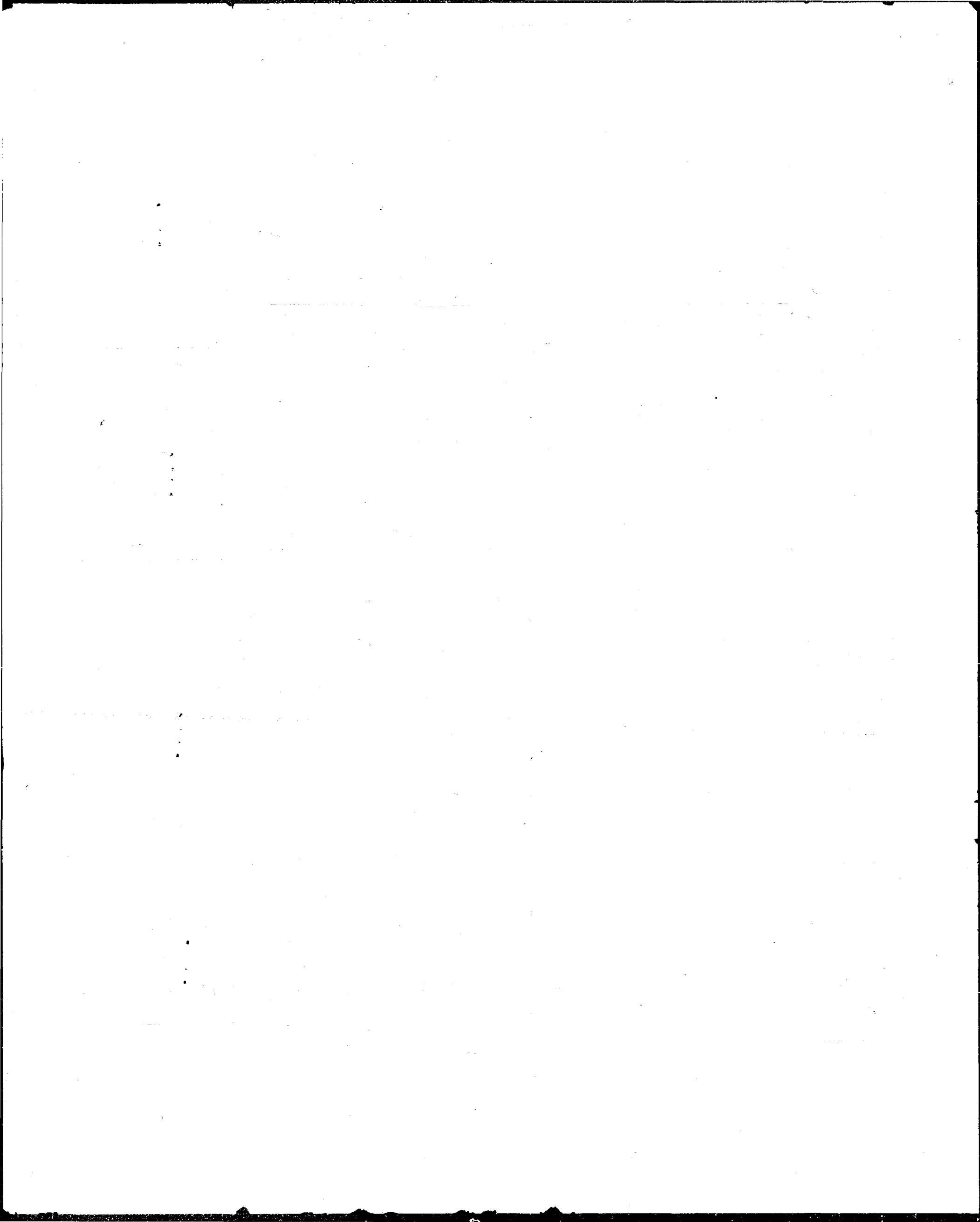
I, Ada Dearnley, Court Reporter, do hereby
certify that the foregoing and attached transcript of proceedings
before the New Mexico Oil Conservation Commission at Santa Fe,
New Mexico, is a true and correct record to the best of my
knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial
seal this 26th day of May, 1954.

Ada Dearnley
Notary Public, Court Reporter

My Commission Expires:

June 19, 1955



BEFORE THE
OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

Santa Fe, New Mexico

* * * * *

TRANSCRIPT OF PROCEEDINGS

CASE NO. 679 (continued)

Regular Hearing

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
April 15, 1954

IN THE MATTER OF:

Application of Velma Petroleum Corporation for
approval of unorthodox location 1,370 feet from N
line and 1,650 feet from E line of Section 31,
Township 18 South, Range 39 East.) Case No. 679
Continued.

BEFORE:

Honorable Edwin L. Mechem, Chairman
Mr. E. S. (Johnny) Walker, Member
Mr. R. R. Spurrier, Secretary & Director

TRANSCRIPT OF HEARING

MR. SPURRIER: The next case on the docket is Case 679.

MR. GIRAND: We would like to pass that case, if the Commission
please, until the May hearing.

MR. SPURRIER: Is there objection to Mr. Girand's motion to
continue this to the May 19th hearing? Without objection the case
will be continued to May 19th.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

I, Ida Kearney, Court Reporter, do hereby
certify that the foregoing and attached transcript of proceedings
before the New Mexico Oil Conservation Commission at Santa Fe,
New Mexico, is a true and correct record to the best of my
knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial
seal this 19th day of April, 1954.

Ida Kearney
Notary Public, Court Reporter

My Commission Expires:

June 19, 1955

MAIN OFFICE OCC

1954 MAR 25 AM 8:42

BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO
Santa Fe, New Mexico

* * * * *

TRANSCRIPT OF PROCEEDINGS
CASE NO. 679 Continued
Regular Hearing
March 17, 1954

BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO
Santa Fe, New Mexico
March 17, 1954

IN THE MATTER OF:

Application of Velma Petroleum Corporation
for approval of unorthodox location 1370
feet from north line and 1650 feet from east
line of Section 31, Township 18 South, Range
39 East, Lea County, New Mexico.

Case No. 679
Continued

TRANSCRIPT OF PROCEEDINGS

MR. SPURRIER: The next case on the docket is Case 679.

MR. GIRAND: If the Commission please, in Case 679, we would
like to have the case continued to the April hearing.

MR. WHITE: The Texas Company would also like to have it con-
tinued, because they are an interested party.

MR. SPURRIER: The case will be continued.

ADA DEARNLEY & ASSOCIATES
COURT REPORTERS
ROOM 105-106, EL CORTEZ BLDG.
PHONES 7-9646 AND 8-9546
ALBUQUERQUE, NEW MEXICO

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss.

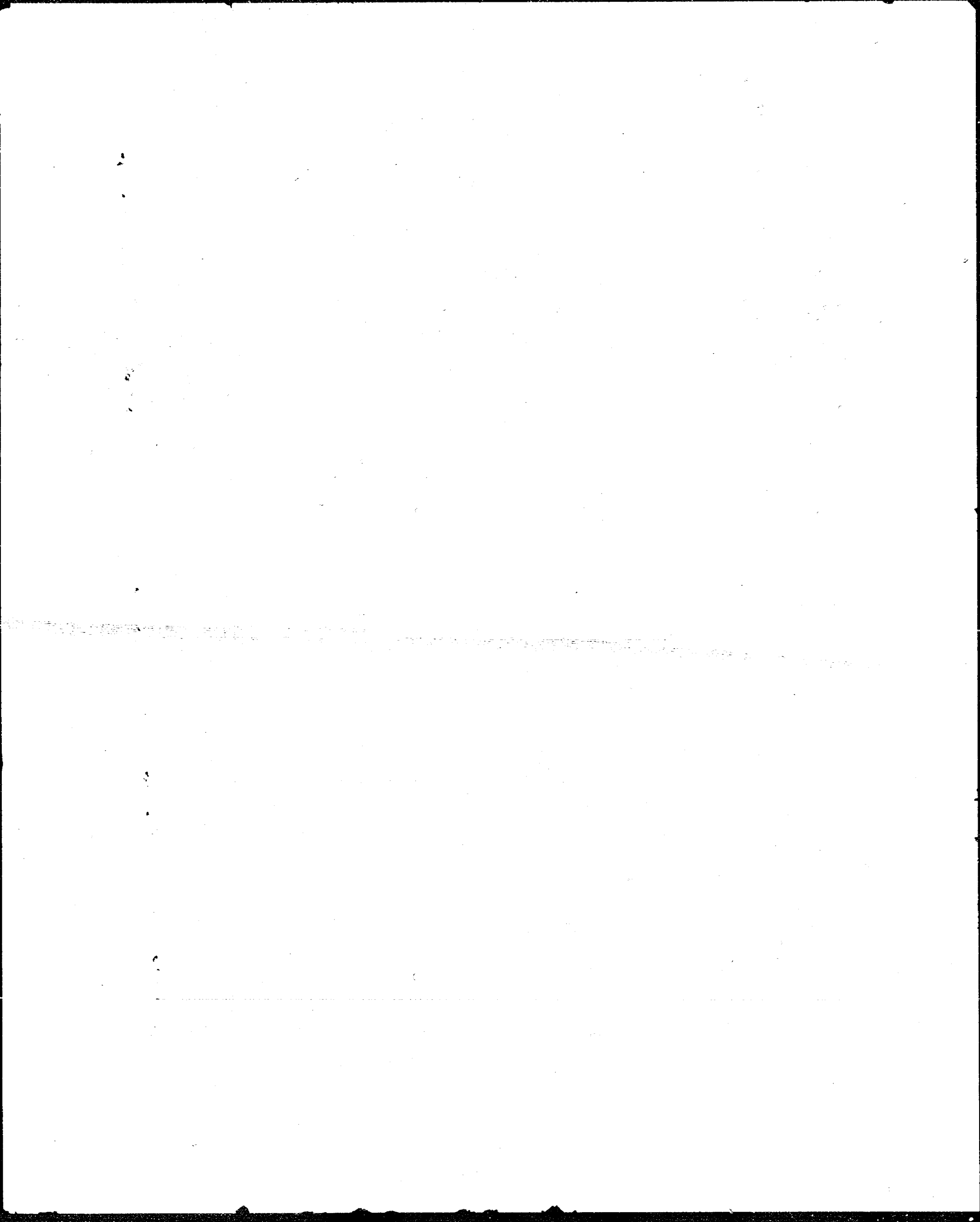
I, Ada Larnley, Court Reporter, do hereby
certify that the foregoing and attached transcript of proceedings
before the New Mexico Oil Conservation Commission at Santa Fe,
New Mexico, is a true and correct record to the best of my
knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial
seal this 23rd day of March, 1954.

Ada Larnley
Notary Public, Court Reporter

My Commission Expires:

June 19, 1955



C. MELVIN NEAL
W. D. GIRAND, JR.
KERMIT E. NASH
W. D. GIRAND, SR.
J. W. NEAL

NEAL & GIRAND
LAWYERS
MAIN OFFICE

TELEPHONES:
3-5171 3-5172
P. O. BOX 1526

1954 MAY 17 PM 10 20

Oil Conservation Commission,
Santa Fe, New Mexico.

Attention: Mr. R. R. Spurrier

Dear Dick:

I am enclosing herewith Motion to Dismiss the
application of Velma Petroleum Corporation, set for
May 19, 1954 at Santa Fe.

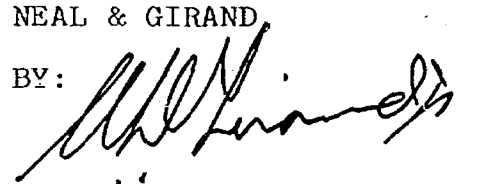
Due to other business the writer will not be
able to be at the hearing on the 19th.

With best personal regards, I am

Very truly yours,

NEAL & GIRAND

BY:



G/cl
Encls.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF VELMA PETROLEUM
CORPORATION, APPLICANT FOR
AUTHORITY FOR SPECIAL PERMIT TO
DRILL AN UNORTHODOX LOCATION IN
THE SE $\frac{1}{4}$ OF NW $\frac{1}{4}$ OF SECTION 31,
TOWNSHIP 18 SOUTH, RANGE 39 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.)

CASE NO. 679

MOTION TO DISMISS

COMES NOW, Velma Petroleum Corporation, a Texas
corporation, applicant in the above entitled and numbered
cause and moves the Commission to dismiss said application.

WHEREFORE, applicant prays that the application of
Velma Petroleum Corporation for an unorthodox location be
dismissed.

VELMA PETROLEUM CORPORATION,

BY 

ATTORNEY

G/cl

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. 679
ORDER NO. R-465

THE APPLICATION OF VELMA PETROLEUM
CORPORATION FOR APPROVAL OF AN UNORTHODOX
LOCATION 1370 FEET FROM THE NORTH LINE AND
1650 FEET FROM THE EAST LINE OF SECTION 31,
TOWNSHIP 18 SOUTH, RANGE 39 EAST, N1PM, LEA
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION FOR DISMISSAL

BY THE COMMISSION:

This cause came on for hearing on March 17, 1954, at 9 a.m.
before the Oil Conservation Commission at Santa Fe, New Mexico, and was
then and successively continued to May 19, 1954.

NOW, on this ²⁶19 day of May, 1954, the Commission, a quorum
being present, having considered applicant's motion for dismissal as pre-
sented at the May 19, 1954, hearing,

FINDS: That said motion is well taken, and

IT IS THEREFORE ORDERED:

That Case 679 be, and the same hereby is dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. L. Mechem
Edwin L. Mechem, Chairman

E. S. Walker
E. S. Walker, Member

R. R. Spurrier
R. R. Spurrier, Member and Secretary

S E A L

CARL H. GILBERT
L.C. WHITE
WILLIAM W. GILBERT
SUMNER S. KOCH

GILBERT, WHITE AND GILBERT MAIN OFFICE OCC
ATTORNEYS AND COUNSELORS AT LAW

BISHOP BUILDING
SANTA FE, NEW MEXICO 1954 MAR 24 AM 8:40

March 23, 1954

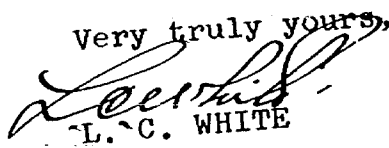
Oil Conservation Commission
Capitol Building
Santa Fe, New Mexico

Re: Case No. 679
Velma Petroleum Corporation

Gentlemen:

Enclosed herewith please find your file copy
in re application of Velma Petroleum Corporation
for permit to drill unorthodox location, together
with Exhibit A. I wish to thank you for allowing
me to withdraw these enclosures from your file, and
will appreciate it if you will refile them in the
case.

Very truly yours,


L.C. WHITE

LCW-c
enclosures

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF VELMA PETROLEUM
CORPORATION, APPLICANT FOR
AUTHORITY FOR SPECIAL PERMIT TO
DRILL AN UNORTHODOX LOCATION IN
THE SE $\frac{1}{4}$ OF NW $\frac{1}{4}$ OF SECTION 31,
TOWNSHIP 18 SOUTH, RANGE 39 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

Crowley

APPLICATION

COMES NOW, Velma Petroleum Corporation, a Texas corporation, co-owner and operator of oil and gas lease covering the N $\frac{1}{2}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, and files this its application for a permit to drill a well in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, at a point 1,370 feet from the North line and 1,650 feet from the East line of said section and for cause would show:

1. That said drilling site, to-wit: the SE $\frac{1}{4}$ NW $\frac{1}{4}$, is situated on the South flank of the East Hobbs Pool and applicant proposes to drill a well to test the San Andres pay proposed to be encountered between 4,400 and 4,500 feet below the surface.

2. That the Stanolind Oil and Gas Company has heretofore drilled a well in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ and in the center thereof, which well was plugged and abandoned as a dry hole.

3. The proposed location will be 1,230 feet Southeast of the Velma-Goode No. 1 and 1,720 feet Southwest of the Velma-Goode No. 2, as is more particularly shown by Chart "A" accompanying this application.

4. That the offset acreage to the proposed location to the North, East and West is owned by Velma Petroleum Corporation and others, Velma Petroleum Corporation being operator of said property and applicant herein, and the offset acreage to the South is owned by W. N. McKinney et al.

5. That the proposed location is so located as to afford a better drainage pattern for the applicant and will protect applicant in being able to tap the reservoir underlying the drilling site.

WHEREFORE, applicant prays that upon a hearing hereof, this Commission will enter its order authorizing the drilling of a well to test the San Andres pay at a point in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, 1,370 feet from the North line and 1,650 feet from the East line of said Section 31.

VELMA PETROLEUM CORPORATION

BY: 
Its Attorney

G/cl

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF VELMA PETROLEUM)
CORPORATION, APPLICANT FOR)
AUTHORITY FOR SPECIAL PERMIT TO)
DRILL AN UNORTHODOX LOCATION IN)
THE SW $\frac{1}{4}$ OF NE $\frac{1}{4}$ OF SECTION 31,)
TOWNSHIP 18 SOUTH, RANGE 39 EAST,)
N.M.P.M., LEA COUNTY, NEW MEXICO.)

Case 677

APPLICATION

COMES NOW, Velma Petroleum Corporation, a Texas corporation, co-owner and operator of oil and gas lease covering the N $\frac{1}{2}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, and files this its application for a permit to drill a well in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, at a point 1,370 feet from the North line and 1,650 feet from the East line of said section and for cause would show:

1. That said drilling site, to-wit: the SW $\frac{1}{4}$ NE $\frac{1}{4}$, is situated on the South flank of the East Hobbs Pool and applicant proposes to drill a well to test the San Andres pay proposed to be encountered between 4,400 and 4,500 feet below the surface.

2. That the Stanolind Oil and Gas Company has heretofore drilled a well in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ and in the center thereof, which well was plugged and abandoned as a dry hole.

3. The proposed location will be 1,230 feet Southeast of the Velma-Goode No. 1 and 1,720 feet Southwest of the Velma-Goode No. 2, as is more particularly shown by Chart "A" accompanying this application.

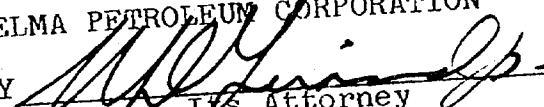
4. That the offset acreage to the proposed location to the North, East and West is owned by Velma Petroleum Corporation and others, Velma Petroleum Corporation being operator of said property and applicant herein, and the offset acreage to the South is owned by W. N. McKinney et al.

5. That the proposed location is so located as to afford a better drainage pattern for the applicant and will protect applicant in being able to tap the reservoir underlying the drilling site.

WHEREFORE, applicant prays that upon a hearing hereof, this Commission will enter its order authorizing the drilling of a well to test the San Andres pay at a point in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, 1,370 feet from the North line and 1,650 feet from the East line of said Section 31.

VELMA PETROLEUM CORPORATION

BY


Its Attorney

G/cl