Casa Mo.

1055

Application, Transcript,
Small Exhibits, Etc.

BEFORE THE

Bil Conservation Commission

SANTA FE, NEW MEXICO

April 18, 1956

IN THE MATTER OF:

CASE NO. 1055

TRANSCRIPT OF PROCEEDINGS

ADA DEARNLEY AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE OIL CONSERVATION COMMISSION Sunta Fe, New Mexico April 18, 1956

IN THE MATTER OF:

CASE NO. 1055: Southeastern New Mexico nomenclature case calling for the creation of new pools and the extension of existing pools in Lea, Chaves and Eddy Counties, New Mexico:

(a) Creation of a new oil pool for Devonian production, designated as the Bell-Lake-Devonian pool, and described as:

TOWNSHIP 23 SOUTH, RANGE 34 EAST Section 31: S/2

(b) Creation of a new oil pool for Yates production, designated as the Black-Hills-Yates pool, and described as:

TOWNSHIP 19 SOUTH, RANGE 30 EAST Section 32: NE/4

(c) Creation of a new oil pool for Mississippian production, designated as the Crossroads-Mississippian pool, and described as:

TOWNSHIP 9 SOUTH, RANGE 36 EAST Section 34: NW/4

(d) Creation of a new gas pool for Wolfcamp production, designated as the Moore-Wolfcamp pod, and described as:

:

:

TOWNSHIP 11 SOUTH, RANGE 32 EAST Section 24: SW/4

(e) Extension of the Brown pool to include:

TOWNSHIP 10 SOUTH, RANGE 26 EAST Section 25: W/2 W/2

(f) Extension of the Caudill-Devonian pool to include:

TOWNSHIP 15 SOUTH, RANGE 36 EAST Section 9: S/2 S/2

(g) Extension of the Eumont pool to include:

DEARNLEY-MEIER AND ASSOCIATES
STENOTYPE REPORTERS
ALBUQUERQUE. NEW MEXICO
TELEPHONE 3-6691

TOWNSHIP 19 SOUTH, RANGE 36 EAST Section 15: SE/4

TOWNSHIP 22 SOUTH, RANGE 37 EAST Section 17: SW/% Section 20: NW/4

(h) Extension of the Jalmat Pool to include:

TOWNSHIP 22 SOUTH, RANGE 35 EAST Section 1: E/2

(i) Extension of the South Knowles-Devonian Pool to include:

TOWNSHIP 17 SOUTH, RANGE 38 EAST Section 24: N/2

TOWNSHIP 17 SOUTH, RANGE 39 EAST Section 19: NW/4

(j) Extension of the Lane-Wolfcamp Pool to include:

TOWNSHIP 10 SOUTH, RANGE 33 EAST Section 1: SW/4
Section 2: SE/4
Section 11: NE/4

BEFORE:

Honorable John F. Simms, Jr., Mr. E. S. (Johnny) Walker, Mr. A. L. Porter, Jr.

TRANSCRIPT OF PROCEEDINGS

MR. PORTER: The next case on the docket is Case 1055.

RANDALL MONTGOMERY,

called as a witness, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION,

BY MR. GURLEY:

- Q State your name and position, please.
- A Randall Montgomery, Geologist for the New Mexico Oil Conservation Commission.

DEARNLEY-MEIER AND ASSOCIATES
STENOTYPE REPORTERS
ALBÜQUERQUE. NEW MEXICO
TELEPHONE 3-6691

- Q Are you familiar, sir, with the proposals of Case 1055?
- A Yes, sir, I am.
- Q Mr. Montgomery, included in Case 1055, Paragraphs (a) through (j), are certain recommendations. Turning first to the recommendation in Paragraph (a), concerning the creation of a new oil pool for Devonian production designated as the Bell-Lake-Devonian Pool, and therein described, would you state your recommendations therein?

A I want to state that we inadvertently advertised this as a new oil discovery; actually, it is a new gas pool for Devonian production, and which I recommend be designated as advertised.

Q Is it my understanding that you asked that it be designated as a new oil pool?

A It was advertised as a new oil pool for Devonian production, but that was a mistake on our part when we advertised it. It should have been gas; it never has been an oil pool, or an oil well, or anything similiar whatsoever, it was just a clerical mistake when the thing was advertised.

MR. KITTS: I move, Mr. Secretary, that that portion of Paragraph (a), Case 1055, be readvertised.

MR. PORTER: It is so ordered that Paragraph (a) be continued until next month.

Q Continuing to Paragraph (b), creation of a new pool for Yates Production, designated as the Black-Hills-Yates Pool, what are your recommendations therein?

A Well, I recommend that we not create the pool as advertised in this name; there are no black hills in this area at all.

There is some hills in the area, but they are red, and they are known

by the natives in the area as the "Red Hills," and that would be an inappropriate name for the pool. I recommend it be created as advertised, which is the NE/4, Section 32, T19S, R3OE; basis for the recommendation is the completion in the Yates Formation by W. J. Black, State Lowe No. 1 in Unit A, Section 32, completed on 2/20/56, in the Yates Formation, with top of perforation 1,630 feet.

MR. PORTER: Mr. Montgomery, as I understand, you are recommending that the name be the Red Hills-Yates Pool?

- A Yes, sir.
- Q Concerning Paragraph (c), creation of a new oil pool for Mississippian production, designated as the Crossroads-Mississippian pool; what are your recommendations therein, sir?

A I recommend that the pool be created as advertised, being the NW/4, Section 34, T9S, R36E. This was due to the discovery by the MidContinent Oil Company of their No. 1 Sawyer B Well in Unit C, Section 34, Section 34, T9S, R36E, completed on 2/16/1949, in the Mississippian Formation, and depth range was in the 12-thousand to 13-thousand foot interval. That depth range is undoubtedly an error, because the Mississippian is not that deep in the area, but would have no particular purpose for the Commission anyway, because the well has been abandoned for several years. The reason for creating the pool is so that we will have a pool name to put this well in for future records.

MR. PORTER: Just one point, Mr. Montgomery. Concerning the depth range, what was the depth range that you gave?

A On the Exhibit, which I will mark as Exhibit 2, it has range 12-thousand to 13-thousand feet, but that must be an error because I'm sure that is in the depth range of the well where it was

originally completed. I'm sorry, but I don't have the interval perforations. That is an oversight on my part.

MR. PORTER: Off the record. (Discussion off the record.)

MR. PORTER: On the record. You may continue with the balance of the case and then come back to this later on.

Q In Paragraph (e), regarding the extension of the Brown Pool, what are your recommendations there?

A In regards to Paragraph (e), I recommend that we extend the pool as advertised, due to the recent completion of the DeKalb Agricultural Association, Inc's State No. 1-25 in Unit E, Section 25, T10S, R26E, completed 1/20/56 in the Queen.

Q What are your recommendations as to Paragraph (f)?

A I recommend that the Caudill-Devonian Pool be extended due to the recent completion of the Sunray Mid-Continent Company's J. D. Graham No. 1 in Unit O, in Section 9, T15S, R36E, completed on 2/-24/56, in the Devonian with top of perforation 13,524 feet, and, also, completion of the Humble Oil & Refining Company's Mayme Graham No. 1 in Unit N of Section 9, T15S, R36E, completed on 2/11/56 in the Devonian, with top of perforation 13,524 feet.

Q What are your recommendations on Paragraph (g)?

A I recommend that the Eumont Pool be extended as advertised, which is the SE/4 Section 15, T19S, R36E, due to the recent completion of the Amerada Petroleum Corporation's State WM"D" No. 1 in Unit P of Section 15, T19S, R36E, completed on 2/15/56 in the Queen with top of perforation 4,102 feet, also the completion of Amerada Petroleum Corporation's State WM"D" No. 2 in Unit I of Section 15, T19S, R36E, completed on 3/5/56 in the Queen with top of perforation

4,153 feet. Further, in T22S, R37E, I recommend we extend it as advertised, due to the recent completion of the Tress Oil Company's State No. 1 in Unit D of Section 20, T22S, R37E, completed on 3/3/56 in the Queen. Going further, I recommend that we include all of Section 5, which is not advertised. This is due to the recent completion of the Guy R. Zachry Downes No. 3 Well in Unit B of Section 6, T22S, R37E, which was completed in the Queen Formation.

Q : And as to Paragraph (h), regarding the extension of the Jalmat Pool, what are your recommendations therein?

A I recommend that the pool be extended as advertised, and I also recommend that we extend the NE/4 of Section 14, which is not advertised. This was due to the completion of the British American Oil Producing Company's New Mexico "B" No. 3 in Unit H of Section 14, T22S, R35E, completed on 4/5/56 in the Yates Formation with top of perforation 3,862 feet.

Q What are your recommendations as to the Subparagraph (i), extension of the Knowles-Devonian Pool?

A I recommend the pool be extended as advertised, the N/2 of Section 24, T17S, R38E, due to the recent completion of the Jake L. Hamon & Warren Petroleum Corporation's W. V. Lawrence "C" No. 1 Well in Unit C of Section 24, T17S, R38E, Completed on 2/17/56 in the Devonian Formation; also on the recent completion of the J. C. Williamson Amerada-Hardin No. 1 Well in Unit B of Section 24, T17S, R38E, completed on 2/9/56 in the Devonian Formation; and in Section 19, T17S, R39E, the NW/4. Section 19, due to the recent completion of the Jake L. Hamon & Warren Petroleum Corporation's W. V. Lawrence "A" No. 1 Well in Unit D, completed on 2/18/56 in the Devonian Formation.

Q In regards to the proposed extension in Paragraph (j) of the Lane-Wolfcamp Pool, what are your recommendations therein, sir

A I recommend the pool be extended as advertised due to the recent completion of the Humble Oil and Refining Company's New Mexico State "AM" No. 1 Well, in Unit A of Section 11, TlOS, R33E, Completed on 1/25/56 in the Wolfcamp Formation with top of perforation 9,706 feet.

Q Returning to Paragraph (c), regarding the creation of a new oil pool for Mississippian production, designated as the Cross-roads-Mississippian pool, do you have anything further to offer in that instance?

MR. NUTTER: I think that is in that Crossroads-Devonian Pool. It was drilled into the Devonian and I think it was dry and was perforated back up to 9695 to 9725, nine to ten thousand. That would be about the Mississippian, wouldn't it?

A It's awful high. What does it say at the top, is it a wildcat well, or undesignated?

MR. NUTTER: No, they record it as being in the Crossroads.

A I'm sorry, but I'll just have to look this up and give that information.

MR. KITTS: Let the record show that Paragraph (c) of Case No. 1055 will be continued until the next regular hearing. Now, we still have Paragraph (d).

Q Going back to Paragraph (d), which we inadvertently overlooked, creation of a new gas pool for Wolfcamp production, designated as the Moore-Wolfcamp Pool, what are your recommendations?

A That the pool be created as advertised, being the SW/4,

due to the completion of the Amerada Petroleum Corporation's State
M "A" No. 1 Well in Unit M of Section 24, TllS, R32E, completed on
7/14/52 in the Wolfcamp Formation with top of perforation 8,150 feet.

MR. GURLEY: We would like to introduce these exhibits as exhibits in the case.

MR. PORTER: Without objection they will be received.

Are there any questions of the witness? If not, the witness will be excused.

(Witness excused.)

MR. PORTER: We will take the case under advisement.

STATE OF NEW MEXICO)

COUNTY OF BERNALILLO)

I, THURMAN J. MOODY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the Oil Conservation Commission for the State of New Mexico was reported by me in stenotype and reduced to typewritten transcript by me, and that the same is a true and correct record to the best of my knowledge, skill and ability.

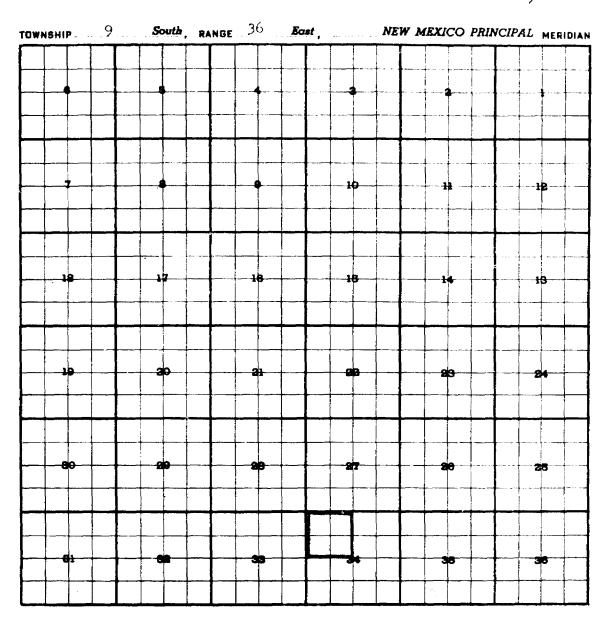
WITNESS my Hand and Seal, this, the 4th day of May, 1956, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

My Commission Expires: April 3, 1960

Notary Public

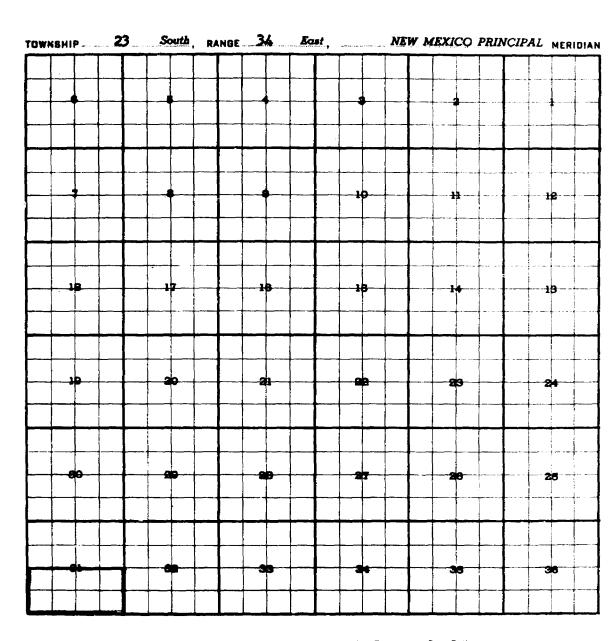
Case 1055: (c) Creation of a new pool

County	LEA	Pcol_CROSSKOADS_MTSSISSIPFIAN
Jaker R. 800-A		5 y 2



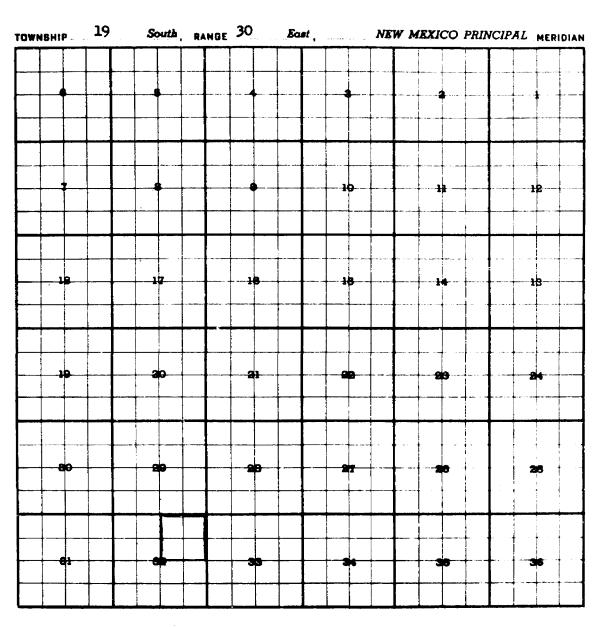
PRODUCING	FORMATION:	: Mississippian	Depth Range 12-13	
Purpose:	To create	a pool for:	TPort 12380	
	Mid-Contin	nent II. D. Sawyer "	B ⁿ //l in Unit C of 34-9-36	
		COMP: 2/16/49	in <u>Mississippian</u>	
Proposed	Boundary:	Colored in Red	W/4 of Section 28 34	
			,	

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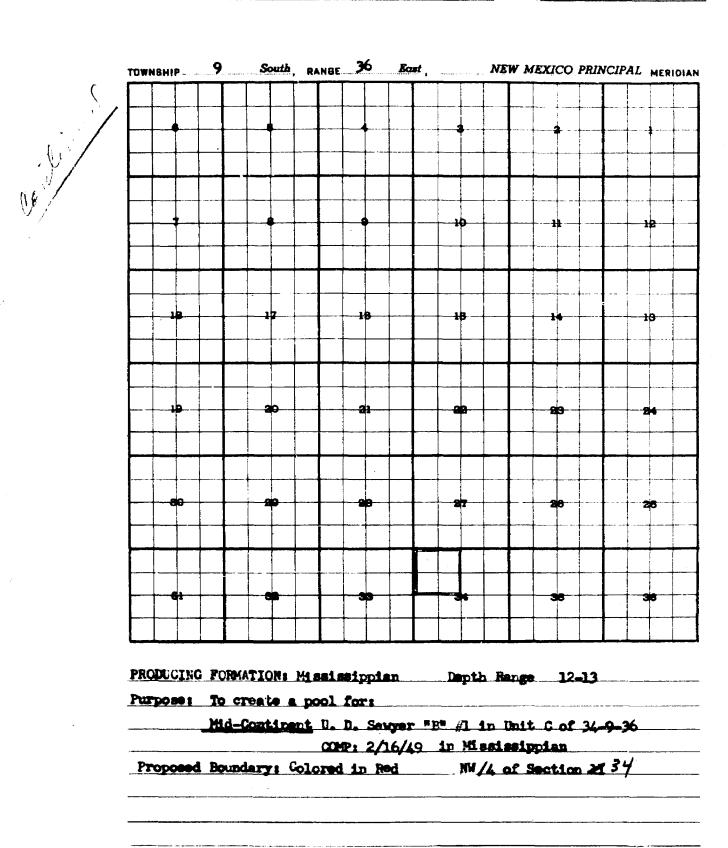
Producing	Formation	as Devonian		Depth Range 14-15
Purposes	To Create	a pool for	1	
	Continen	tel 011 Co.	Bell	l Lake Unit #1-A in Unit N of 31-23-34
			COM	P. 4/13/55 in Devonian Top Perf. 14,942
Proposed	Boundarys	Colored in	Red	S/2 of Section 31

County	124	Eldy	Pool BLACK-HILLS YATES

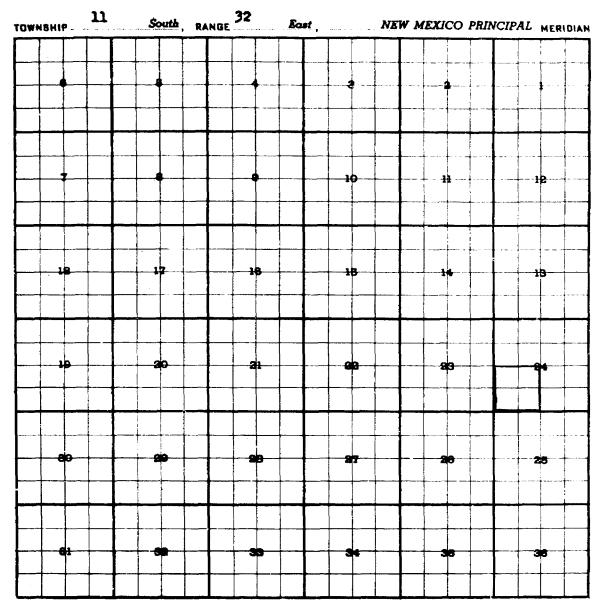


Purpose: To Create a pool for: W. H. Black State Lowe #1 in Unit A of 32-19-30 Comp. 2/20/56 in Yates Top Perf. 16
Comp. 2/20/56 in Yates Top Perf. 16
Proposed Boundary: Colored in Red NE/4 of Section 32

County	LEA	Pco CROSSROADS-HISSISSIPPIAN

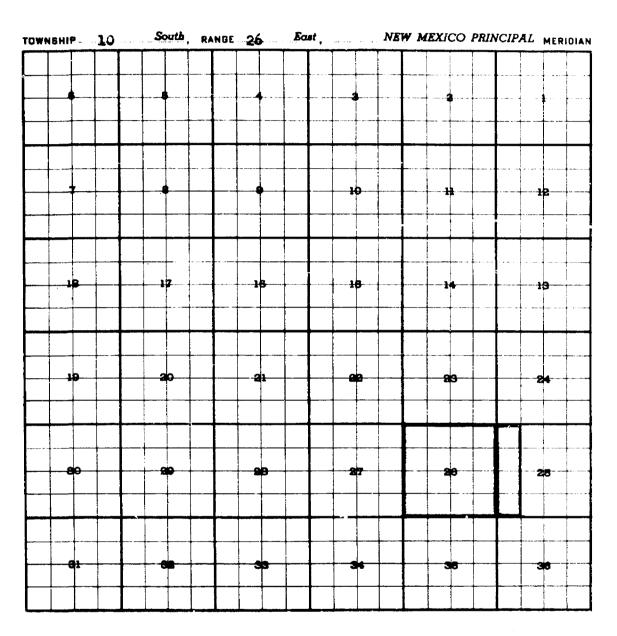


County	LEA	Poo	HOORE-WOLFCAMP	(Cas)
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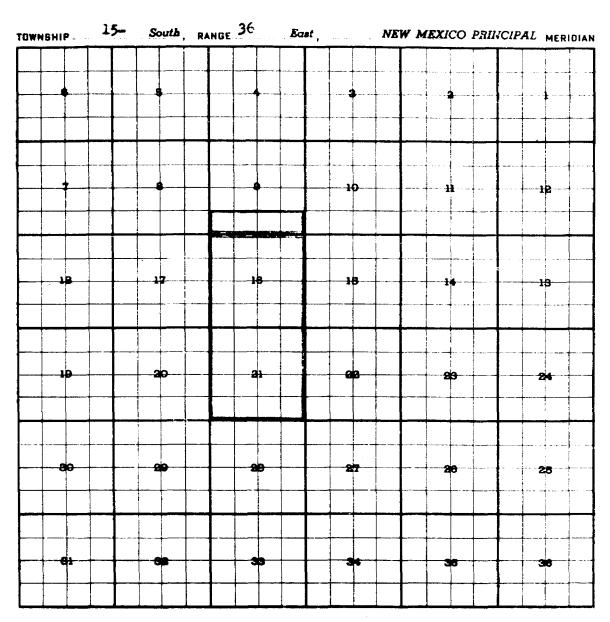
24-11-32
8150

County CHAVES Pool BACA	X
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1011000	To Extend the pool to incl	The state of the s
	Dekelb Agricultural Asen.	Inc. State #1-25 in Unit E of 25-10-2
		COMP. 1/20/56 in Queen dos. 755
Existing	Boundary: Colored in Red	
Proposed	Extension: Colored in Greet	W/2 W/2 of Section 25

County	LEA	Pool Cudin-Devonian
OG411 47		



Froducing Formation: Devonian

Depth Range 13-14

Purpose: To extend the pool to include:

Surrey Mid#Continent Cil Co. J. D. Graham #1 in Unit O of 9-15-36

COMF. 2/24/56 in Devonian Top Perf; 13,524

Humble 011 & Refining Co. Mayme Graham #1 in Unit N of 9-15-36

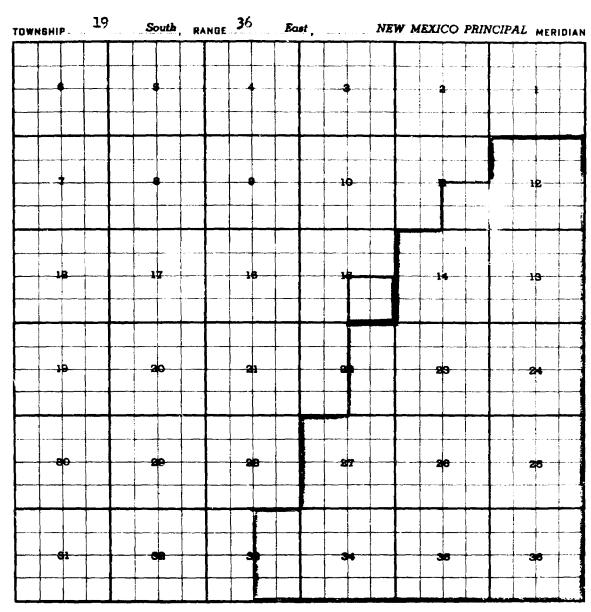
COMP. 2/11/56 in Devonian Top Perf: 13,524

Existing Boundary: Colored in Red

Proposed Extension: Colored in Green

S/2 S/2 of Section 9

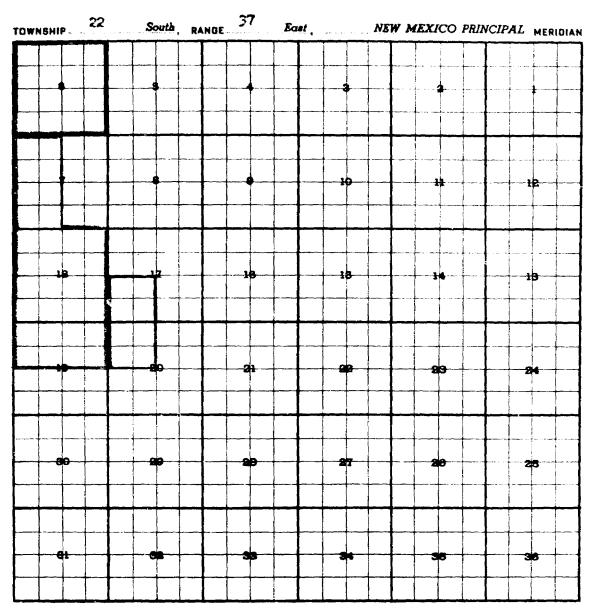
County_	LEA	POOL EUNONT



Producing Formation: Yates, Seven Rivers & Queen	Depth Range O-
Purpose: To extend the pool to include:	
Amerada Pet. Corp., State WM"D" #1 in Unit	P of 15-19-26
COMP. 2/15/56 in Queen	Top Perf. 4102
Amerada Pet. Corp. State WM*D* #2 in Unit	I of 15-19-36
COMP 3/5/56 in Queen	Top Perf. 4153
kisting Boundary: Colèred in Red	
roposed Extension: Colored in Green SE/4 of Sect	ion 15

Case 1055: (g) Extension of an existing pool Part of this case Unadvertised

County LEA Foo!



Frequency Formation: Tates Seven Rivers & Queen Depth Range 0-5

Furpose: To extend the pool to include:

Tress Cil Co. State #1 In Unit D of 20-22-37

CCMF. 3/3/56 in Queen dcs.3450

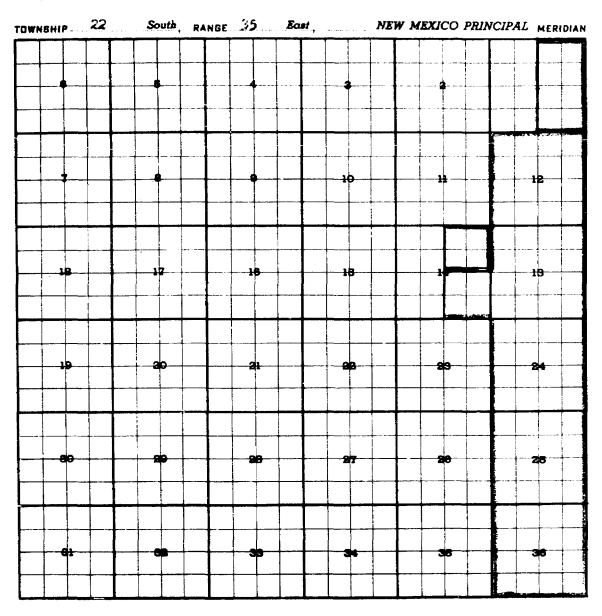
Existing Boundary: Colored in Red

Proposed Extension: Colored in Green SW/4 of Section 17 NW/4 of Section 20

NOT ADV. All Section 6

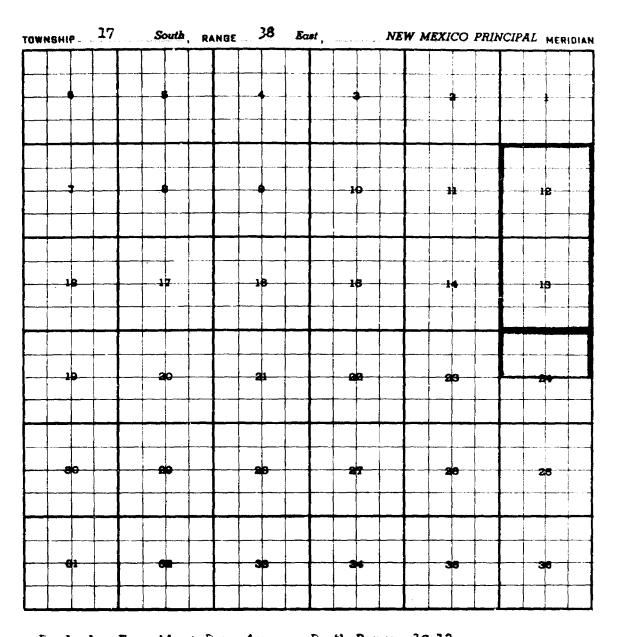
NOT ADV. Gov. H: fachry Downes #3 in Unit B of 6-22-37 DOWP. 1/6/56 in Queen des.3400

County	LEA	Pool JAMET
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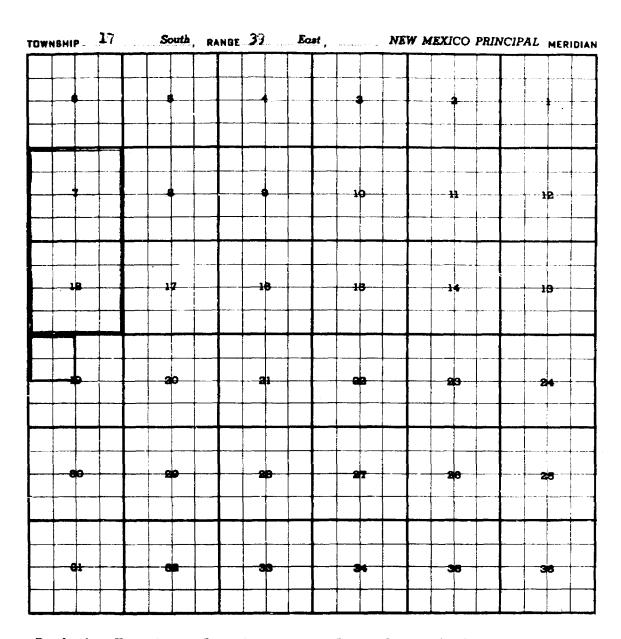
	Froduci	g Formation: Tunsill, Seven Hivers & Queen Depth Range 0-5
		To extend the pool to include:
		Recho Corr merada State #1 in Unit B of 1-22-35
		COMF. 1/18/56 in Tates Top Perf. 3768
HOT AL	Y.	British American Oil Producing Co. New Marico "B" #3 in Unit H of 14-22-35
		CCRF. L/5/56 in Vates Top Perf. 3862
	Existing	Boundary: Colored in Red
	Proposed	Extension: Colored in Green E/2 of Section 1
		Not Adv. N E/4 of Section 14

County	TEA	D. a. i	CONTE.	ATTAINED OF THE A
COUNTY		Pool	THE SHE	HICHIES DEVONIA



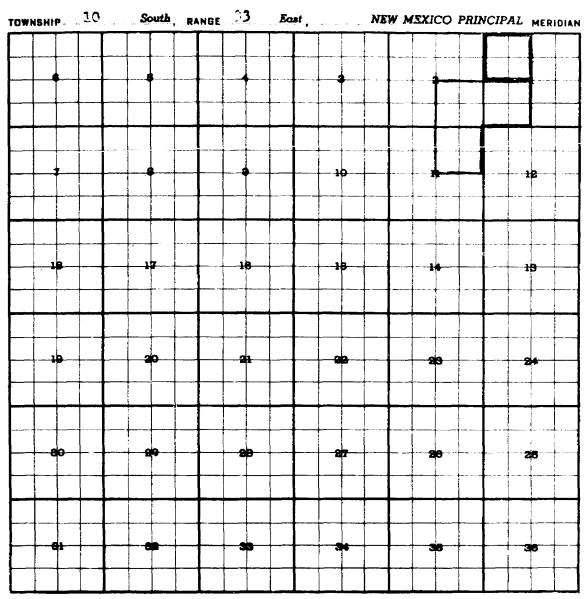
Froducing Formation: Leverian Lepth Hange 12-13
Furreses To extend the pool to include:
Jake L. Henon & Warren Fet. Corp. W. V. Lewrence "C" il in Unit C
of Section 24-17-38 COMP. 2/17/56 in Devonian dos. 12,17
J. C. Villiamson Amereda-Hardin #1 in Unit B of 24-17-38
CCMP. 2/9/56 in Devonian Top Ferf. 12,105
Existing Boundary: Colored in Red
Proposed Extension: Colored in Green K/2 of Section 24

County	Lea	Pool	ecu ei	KNOWLES	DEVONIA
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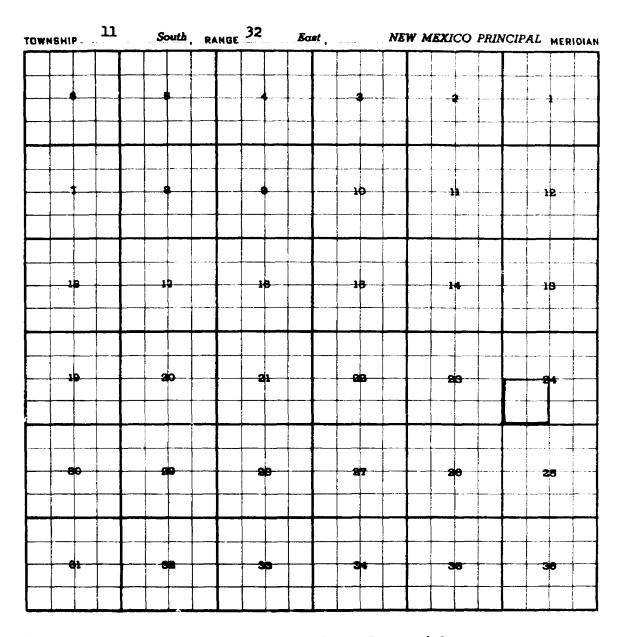
Producing Formation: Devonian	Depth Range 12-13
Furposes To extend the pool to incli	ide:
Jake L. Hamon & Warren Pet.	Coro. W. V . Lewrence "A" #1 in Unit D
of 19-17-39 ca	P. 2/18/56 in Devonian des. 12,131
Existing Boundary: Colored in Red	
Proposed Extension: Colored in Gree	n NW/4 of Esction 19
`	

County LNA	Pool LAND-MCLTC/MI
County	001



Freducia	: Formation: Wolfessp Dep	th Sange 9-10
	To extend the pool to include	
		w Mexico State "AM" #1 in Unit A of 11-10-33 MP. 1/25/56 in Wolfcamp Top Perf. 9706
Existing	Boundary: Colored in Red	in it is not to the second
Proposed	Extension: Colored in Green	SW/4 of Section 1 ST/4 of Section 2
		NE/4 of Section 11

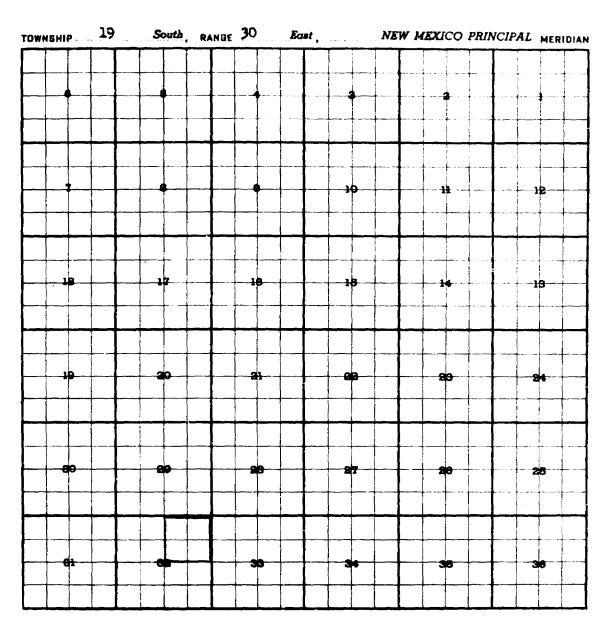
CountyPoo	MOORE-WOLFCAMP (Gas)
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Producing	g Formation	a: Wolfce	amp .	Dept	h Rar	ge .	8 -9		
Purpose:	To Create	a pool i	fort						
.,	Amerada Pe	t. Corp.	. State	M "A" #	1 in	Unit	M of	Section	24-11-32
			COMP.	7/14/52	in V	olfc	emp	Top Perf	. 8150
Proposed	Boundary:	Colored	in Red		SW/A	4 of	Secti	on 24	
					······································				······································

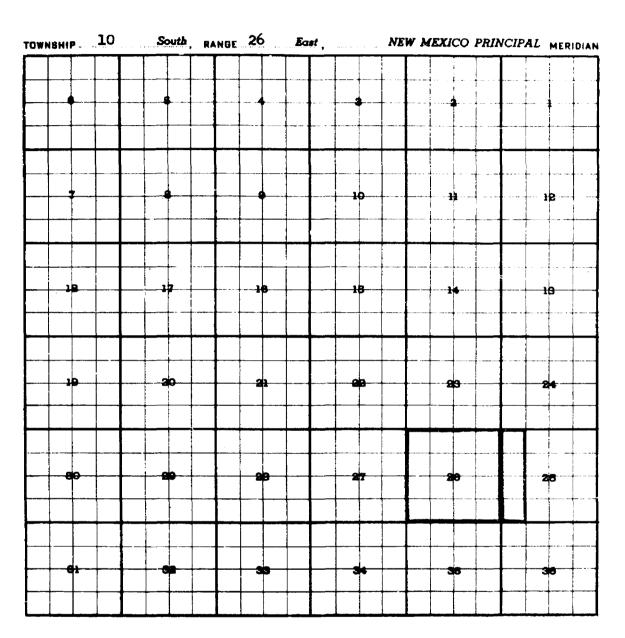
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		Post
County	LEA	Pool BLASE-HILLS YATES



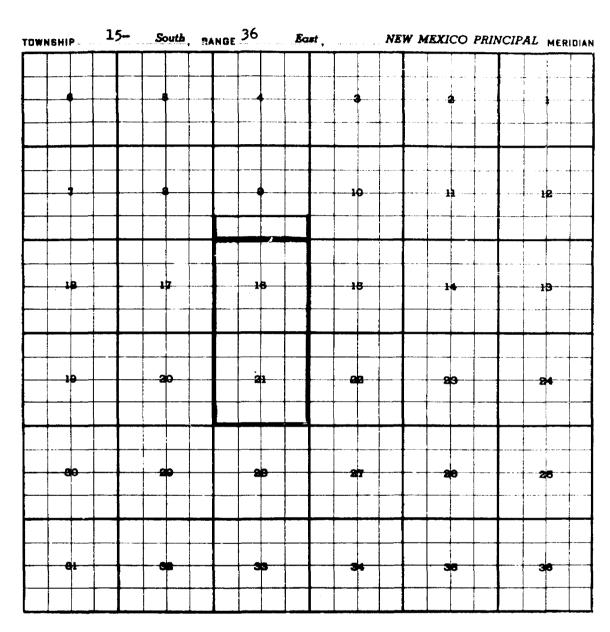
Producing Formation:	Yates	Depth Range	0-5
Purpose: To Create a	pool for:		
V. H. Black	State Love 1	in Unit A of 32	2-19-30
	Comp. 2/20/56	in Yates Top I	Perf. 1630
Proposed Boundary: C	olored in Red	NE/4 of Sect	lon 32

County	CHAVES	Pool Brown	
		FOD1 21001111	



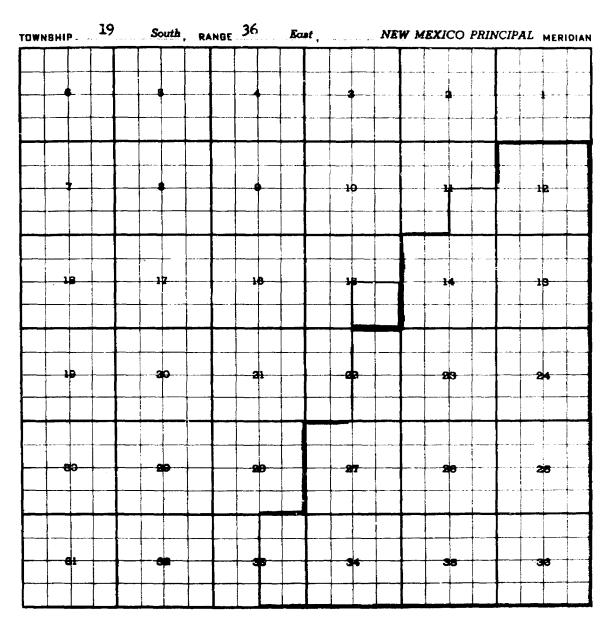
Producing Formation: Queen Depth Range 0-5	
Purpose: To Extend the pool to include:	
Dekalb Agricultural Assn. Inc. State #1-25 in Unit 1	of 25-10-2
COMP. 1/20/56 in Queen de	cs. 755
Existing Boundary: Colored in Red	
Proposed Extension: Colored in Green W/2 W/2 of Section 25	
-	
	-

County	LEA	Pool CAUDILL-DEVONIAN
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Producing	g Formation: Devonian	Depth	Range	13-14	<b>-</b>			
Purpose:	To extend the pool to inc.	lude:						
	Sunray Mid Continent Oil	C <u>o.</u> J.	D. Gra	han #1	in Uni	t 0 of	9-15-3	6
					n Devon			13,524
	Humble Oil & Refining Co.	Mayme	Grahas	#1 ir	Unit N	of 9-	15-36	
		COMP.	2/11/5	56 in I	evonian	Top P	erf: 13	,524
Existing	Boundary: Colored in Red							
Proposed	Extension: Colored in Gree	en	s/2	2 S/2 c	of Secti	on 9		

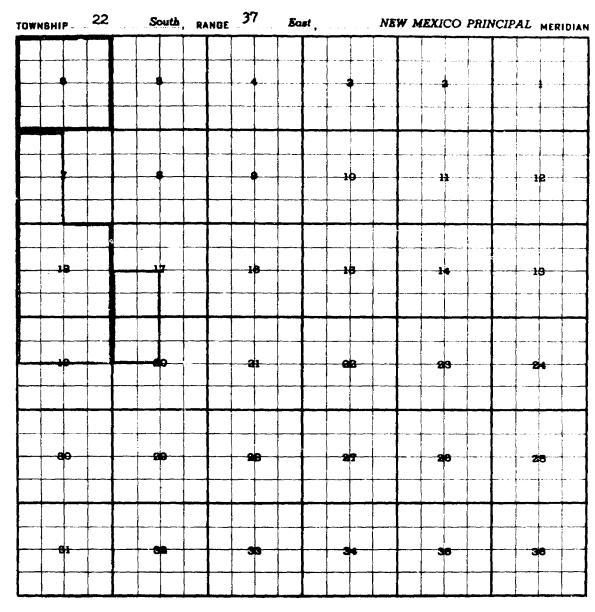
County	Lea	PGO! EUMONT
		LOUI mossocia



Producing Formation: Yates, Seven Rivers & Queen	Depth Range 0-5
Purpose: To extend the pool to include:	
Amerada Pet. Corp. State WMWD# #1 in U	nit P of 15-19-16
COMP. 2/15/56 in Qu	een Top Perf. 4102
Amerada Pet. Corp. State WM*D* #2 in U	Init I of 15-19-36
COMP. 3/5/56 in Qu	teen Top Perf. 4153
Existing Boundary: Colòred in Red	
Proposed Extension: Colored in Green SE/4 of S	Section 15

County LEA

Pool EUMONT



Producing Formation: Tates Seven Rivers & Queen Depth Range 0-5

Purpose: To extend the pool to include:

Tress Oil Co. State #1 In Unit D of 20-22-37

COMP. 3/3/56 in Queen dcs.3450

Existing Boundary: Colored in Red

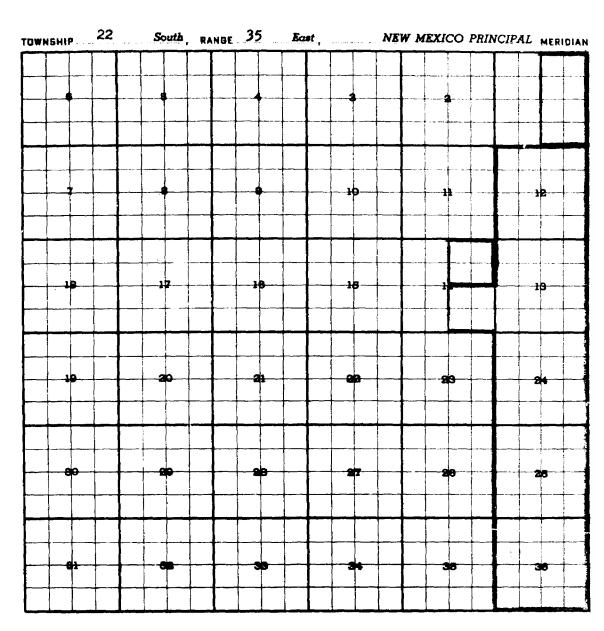
Proposed Extension: Colored in Green SW/4 of Section 17 NW/4 of Section 20

NOT ADV. All Section 6

NOT ADV. Guy R. Zachry Downes #3 in Unit B of 6-22-37 COMP. 4/6/56 in Queen dcs.3400

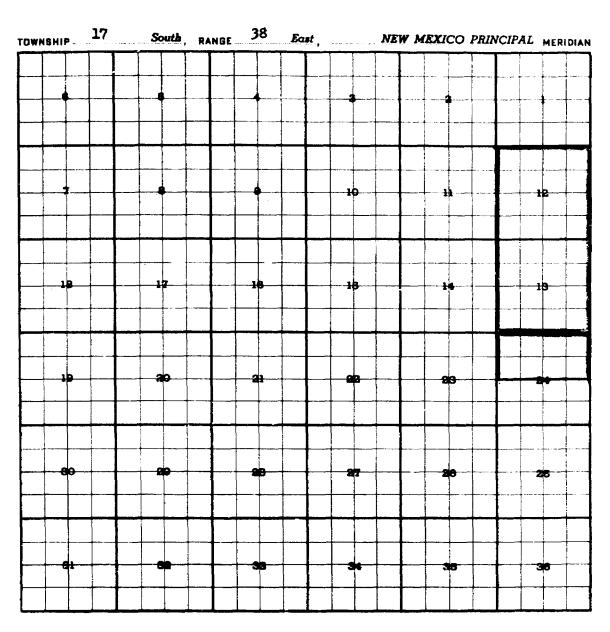
Case 1055: (h) Extension of an exxisting pool Part of this case Unadvertised

County	LEA	Pool	JALMAT
County		POOI	VALUE



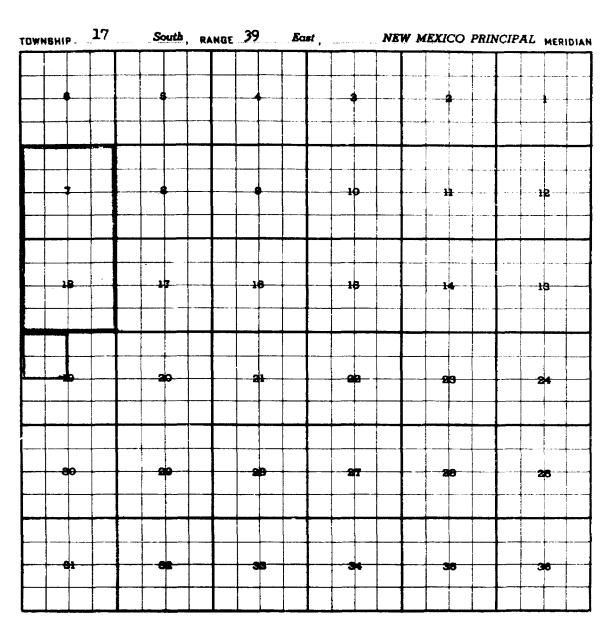
	Producing Formation: Tansill, Seven Rivers & Queen Depth Range 0-5
	Purpose: To extend the pool to include:
	Reaho Corp. Amerada State #1 in Unit B of 1-22-35
	COMP. 1/18/56 in Yates Top Perf. 3768
NOT	ADV. British American Oil Producing Co. New Mexico "B" #3 in Unit H of 14-22-35
	COMP. 4/5/56 in Yates Top Perf. 3862
	Existing Boundary: Colored in Red
	Proposed Extension: Colored in Green E/2 of Section 1
	Not Adv. N R/L of Section 7/

County	LEA	Pool South knowles devo
County	TION	POOL COOTE MICHES DATE



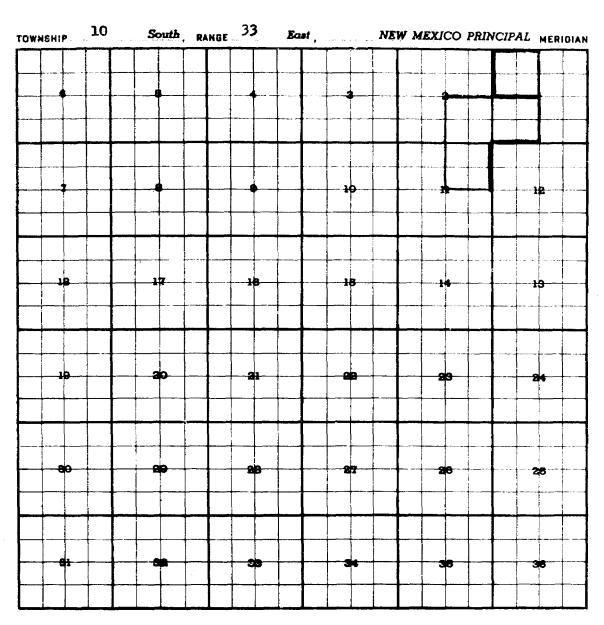
Producing Formation: Devonian	Depth Range 12-13
Purpose: To extend the pool to i	include:
Jake L. Hamon & Warren	Pet. Corp. W. V. Lawrence *C* #1 in Unit C
of Section 2	24-17-38 COMP. 2/17/56 in Devonian dcs. 12,179
J. C. Williamson Amera	ada-Hardin #1 in Unit B of 24-17-38
COMP	. 2/9/56 in Devonian Top Perf. 12,105
Existing Boundary: Colored in Red	
Proposed Extension: Colored in Gre	een N/2 of Section 24

County _____ LEA Pool SOUTH KNOWLES DEVONIAN



Producing Formation: Devonian	Depth Range 12-13
Purpose: To extend the pool to include	le:
	Corp. W. V . Lawrence "A" #1 in Unit D
of 19-17-39 COM	2. 2/18/56 in Devonian dcs. 12.131
Existing Boundary: Colored in Red	•
Proposed Extension: Colored in Green	NW/4 of Section 19

County	LEA	Pool LANE-WOLFCAMP



pth Range 9-10	
de:	
ew Mexico State "AM" #1 in Unit A of	11-10-33
CMP. 1/25/56 in Wolfcamp Top Perf.	9706
SW/4 of Section 1 SE/4 of Section	n 2
NE/4 of Section 11	
	heth Range 9-10  de:  New Mexico State *AM* #1 in Unit A of  CMP. 1/25/56 in Wolfcamp Top Perf.  SW/4 of Section 1 SE/4 of Section  NE/4 of Section 11

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

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

> CASE NO. 1055 Order No. R-800

THE APPLICATION OF THE CIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CALLING FOR THE CREATION AND EXTENSION OF CERTAIN POOLS IN LEA, CHAVES AND EDDY COUNTIES, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 18, 1956, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this day of May 1956, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing 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 proposed creation of a new pool in Lea County, New Mexico, advertised as the Bell Lake Devonian Pool for the production of oil from the Devonian formation, should be continued to the May hearing, and should be readvertised as the Bell Lake Devonian Gas Pool for the production of gas from the Devonian formation.
- (3) That there is need for the creation of a new pool in Eddy County, New Mexico, for the production of oil from the Yates icraation. Although the legal advertisement of this cause called for said pool to be designated Black Hills Yates Pool, the correct designation of said pool should be Red Hills-Yates Pool Said Red Hills-Yates Pool was discovered by W. H. Black State Lowe #1, located in the NE/4 NE/4 Section 32, Township 19 South, Range 30 East, NNPM. It was completed February 20, 1956. The top of the perforations is at 1,639 feet.

- (4) That the proposed creation of a new pool in Lea County, New Mexico, for the production of oil from the Mississippian formation, advertised as the Crossroads-Mississippian Pool, should be continued for further study.
- (5) That there is need for the creation of a new pool in Lea County, New Mexico for the production of gas from the Wolfcamp formation, said pool to bear the designation Moore-Wolf-camp Gas Pool. Said Moore-Wolfcamp Gas Pool was discovered by Amerada Petroleum Corporation, State M "A" #1, located in SW/4 SW/4 Section 24, Township 11 South, Range 32 East, NMPM. It was completed July 14, 1952. The top of the perforations is at 8,150 feet.
- (6) That there is need for certain extensions to the Brown Pool in Chaves County, New Mexico, and to the Caudill-Devonian Pool, the Eumont Gas Pool, the Jalmat Gas Pool, the South Knowles-Devonian Pool and the Lane Wolfcamp Pool, all in Lea County, New Mexico.

### IT IS THEREFORE ORDERED:

(a) That the advertised creation of a new pool in Lea County, New Mexico, for the production of oil from the Devonian formation, advertised as the Bell Lake Devonian Pool and to consist of the following area:

# TOWNSHIP 23 SOUTH, MANGE 34 MAST, NMPM S/2 Section 31

be and the same is hereby continued.

(b) That a new pool in Eddy County, New Mexico, classified as an oil pool for Yates production, be and the same is hereby created and designated as the Red Hills-Yates Pool, consisting of the following described area:

# TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM NE/4 Section 32

(c) That the proposed creation of a new pool in Lea County, New Mexico, advertised as an oil pool for Mississippian production and to consist of the following described area:

### TOWNSHIP 9 SOUTH, RANGE 36 KAST, NAPM NW/4 Section 34

be and the same is hereby continued.

(d) That a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production, be and the same is hereby created and designated as the Moore-Wolfcamp Gas Pool, consisting of the following described area:

TOWNSHIP 11 SOUTH, RANGE 32 EAST, NMPM SW/4 Section 24

(e) That the Brown Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

# TOWNSHIP 10 SOUTH, RANGE 26 MAST, NMPM W/2 W/2 Section 25

(f) That the Caudill-Devonian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

# TOWNSHIP 15 SOUTH, RANGE 36 EAST, NMPM 5/2 5/2 Section 9

(g) That the Eumont Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM 5X/4 Section 15

TOWNSHIP 22 SOUTH, RANGE 37 EAST, HMPM All Section 6 8W/4 Section 17 NW/4 Section 20

(h) That the Jaluat Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 22 SOUTH, MANGE 35 EAST, NAPM E/2 Section 1 NE/4 Section 14

(i) That the South Knowles-Devonian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 38 EAST, NMPM N/2 Section 24

TOWNSHIP 17 SOUTH, RANGE 39 KAST, NMPM NW/4 Section 19

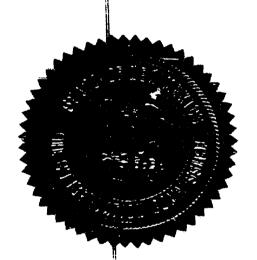
(j) That the Lane-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

-4-Order No. R-800

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NHPM SW/4 Section 1 SE/4 Section 2 NE/4 Section 11

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION



Lr/

BEFORE THE

### Bil Conservation Commission

SANTA FE, NEW MEXICO May 16, 1956

IN THE MATTER OF:

CASE NO. 1055 (a) & 1055 (c)

TRANSCRIPT OF PROCEEDINGS

DEARNLEY-MEIER AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

### REFORE THE OTL CONSERVATION COMMISSION Santa Fe, New Mexico May 16, 1956

IN THE MATTER OF:

Southeastern New Mexico nomenclature case calling for the creation of a new pool in Lea County, New Mexico:

(a) Create a new gas pool for Devonian production, designated as the Bell-Lake-Devonian Pool, and described as:

TOWNSHIP 23 SOUTH, RANGE 34 EAST Section 31: S/2

Vo. 1055(4)

BEFORE:

Mr. A. L. Porter Mr. E. S. (Johnny) Walker

### TRANSCRIPT OF HEARING

MR. PORTER: The next case is Case 1055. Mr. Montgomery, will you come forward?

MR. GURLEY: 1055 is the case involving the southeastern New Mexico nomenclature case calling for the creation of a new pool in Lea County, New Mexico and to create a new gas pool for Devonian production, designated as the Bell-Lake-Devonian Pool and described as: Township 23, South, Range 34 East, Section 31: S/2.

### DIRECT EXAMINATION

By MR. GURLEY:

Q Would you state your name, please?

ADA DEARNLEY & ASSOCIATES

STEMOTYPE REPORTERS

ALBUQUERQUE, NEW MEXICO

TELEPHONE 3-6691

- V Randella Monte once.
- ; What is your position?
- 1 Ocologist, New Maxico Dil Conservation Commission.
- ) Have you testified before this Commission before?
- V Yes, sir, I have.
- Sion, have you had an opportunity to study the facts involved in the creation of a new pool to be designated the Bell-Lake-Devonian Pool in Loa County, New Mexico?

  A Yes, sir, I have.
- A Would you state to the Commission your conclusions and recommendations as a result of that study?

A I recommend that the Bell-Lake-Devonian Pool be created as advertised, that being the south half of Section 31, Township 23, South, Range 34 East, discovery well was completed in the field by Continental as the Bell Lake Unit No. 1-A in Unit N. of 31-23-34, completed on 4/13/55 in the Devonian Formation, the top of the perforation is 14,942 feet.

MR. GURLEY: We thank you. I guess we can carry on with 1055 (c). I will go ahead on that.

- Q Mr. Montgomery, in your official capacity with the Commission, have you had an opportunity to study the proposed creation of a new pool for Mississippian designated as the Crossroads-Mississippian Pool?
- Would you state to the Commission your conclusions and recommendations therein?
- A I recommend that the pool be created as advertised, that being the northwest quarter of Section 34, Township 9 South, Range 36 East. There was some controversy in my mind last month as to

whether this was Mississippian Formation or not due to wells being a short distance to the north encountering the Devonian five or six hundred feet higher. I have re-examined the area and although there is no positive statement that I can make, that is definitely Mississippian in age, that the evidence tends to indicate that it is Mississippian and is definitely not Devonian in age.

It is probably in the fault zone that this well undoubtedly cut while being drilled the tridell zone. I recommend that the pool be created and the discovery well was the Mid-Continent U. D. Sawyer "B" No. 1 in Unit C of Section 34, Township 9 South, Range 36 East, completed in 2/16/1949 in the Mississippian formation. Top of the performation 12,380 feet.

MR. GURLEY: That is all for that case. Do you have exhibits to introduce?

A Yes, sir, I have. I would like to mark that creation called the Pell-Lake-Devonian Gas as Exhibit No. 1. I also would like to mark the Crossroads-Mississippian as Exhibit 2, which I have marked.

MR. GURLEY: We would like to introduce in evidence at this time Exhibits 1 and 2.

MR. PORTER: Without objection they will be received.

We will take the case under advisement. We will move on to Case 1970.

### <u>CERTIF1CATE</u>

STATE OF NEW MEXICO )
COUNTY OF BERNALILLO )

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 22nd day of May, 1956.

Notary Public-Coart Reporter

My commission expires: June 19, 1959.