



Casa Mo.

1279

Application, Transcript, Small Exhibits, Etc.

DOCKET: REGULAR HEARING JULY 17, 1957

Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM

ALLOWABLE:

- (1) Consideration of the oil allowable for August, 1957.
- (2) Consideration of the allowable production of gas for August, 1957, from the seven prorated pools in Lea County, New Mexico; also consideration of the allowable production of gas from the six prorated pools in San Juan and Rio Arriba Counties, New Mexico, for August, 1957.

CASE 1275:

Application of Shell Oil Company for an exception to Rule 309 of the Commission Rules and Regulations to permit the transportation of oil from the basic lease prior to measurement, and to produce more than eight wells into a central plant, and to commingle production from the participating area of the Carson Unit with production from other wells in the area. Applicant, in the above-styled cause, seeks an order authorizing off-lease measurement of oil produced from the Bisti-Lewer Gallup Oil Pool and an undesignated Lower Gallup Oil Peel in Township 25 North, Range 11 West, and Township 25 North, Range 12 West, San Juan County, New Mexico, by means of an autematic custody transfer system; and to authorize the production of more than eight wells into a central testing and measuring plant and further, to authorize the commingling of non-participating area production with participating area production in the Carson Unit, with royalty payments to be calculated by means of periodic production rate tests.

CASE 1276:

Application of Amerada Petroleum Corporation for an order amending Order No. R-991 insofar as said order pertains to the Bagley-Lower Pennsylvanian Gas Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order amending Order No. R-991 to extend the horizontal limits of the Bagley-Lower Pennsylvanian Gas Pool to include the S/2 Section 34, Township 11 South, Range 33 East, and the NE/4 Section 3, Township 12 South, Range 33 East, Lea County, New Mexico, and to increase the size of the standard drilling unit for said pool from 160 acres to 320 acres and to enter such other rules and regulations for said pool as the Commission may deem necessary.

CASE 1277:

Application of the Oil Conservation Commission at the request of Wilson Oil Company for an order establishing a new oil pool with special pool rules in the Potash-Oil Area, Lea County, New Mexico, in accordance with Section 3, Paragraph III, of Order R-III-A. Applicant, in the above-styled cause, seeks an order creating a new oil pool in the area of Wilson Oil Company's recently completed oil well located in the NE/4 NE/4 Section 21, Township 20 South, Range 34 East, Lea County, New Mexico; and for the promulgation of special pool rules to govern future drilling in said pool in order to afford adequate protection for the potash deposits in the area.

CASE 1278:

In the matter of the hearing called by the Cil Conservation Commission upon its own motion to permit Roy T. Short and the Hartford Accident and Indemnity Company and all other interested parties to appear and show cause why the Roy T. Short, et al. Millard Eidson No. B-3 Well located in the SW/4 SE/4 of Section 26, Township 16 South, Range 35 East, in the Shoe Bar Area of Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

CASE 1279:

In the matter of the hearing called by the Oil Conservation Commission upon its own motion to permit Roy T. Short, M. N. Hamilton, Apache Basin Oil Company, and Basin Oil Company, and all other interested parties to appear and show cause why the hole located 660 feet from the South and West lines of Section 25, Township 16 South, Range 35 East, Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

CASE 1280:

Application of Sunray Mid-Continent Oil Company for an order authorizing a pilot secondary recovery project in the Bisti-Lower Gallup Oil Pool in exception to Rule 701 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing it to drill and operate a well at a point five feet southeast of the northwest corner of Section 6, Township 25 North, Range 12 West, San Juan County, New Mexico, for the injection of liquified petroleum gases and dry gas into the Lower Gallup formation of the Bisti-Lower Gallup Oil Pool for the purpose of secondary recovery of oil from said pool.

CASE 1281:

Application of Skelly Oil Company for approval of an unorthodex eil well location in an undesignated eil poel in Rio Arriba County, New Mexico, in exception to Rule 104 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox eil well location in an undesignated eil poel for its Jicarilla "B" Well No. 2 located 1590 feet from the South line and 990 feet from the East line of Section 31, Township 25 North, Range 5 West, Rio Arriba County, New Mexico. Said well was projected as a gas well in accordance with the Commission gas well location rules but was found to be productive of eil.

CASE 1282:

Southeastern New Mexico Nomenclature case calling for an order creating new pools and extending and deleting certain areas from existing pools in Eddy and Lea Counties, New Mexico.

(a) Create a new eil peol for Grayburg production, designated as the Teague-Grayburg Peol, and described as:

TOWNSHIP 23 SOUTH, RANGE 37 EAST Section 20: SE/4

(b) Create a new oil pool for Pennsylvanian production, designated as the Kemnitz-Pennsylvanian Pool, and described as:

TOWNSHIP 16 SOUTH, RANGE 33 EAST Section 13: SE/4

(c) Extend the Dollarhide-Drinkard Pool to include:

TOWNSHIP 24 SOUTH, RANGE 38 EAST Section 19: NW/4 Section 20: W/2 SW/4

(d) Extend the Drinkard Pool to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST Section 27: E/2 NE/4

(e) Extend the Gladiela Pool to include:

TOWNSHIP 12 SOUTH, RANGE 37 EAST Section 25: N/2 RE/4

TOWNSHIP 12 SOUTH, RANGE 38 EAST Section 17: NW/4 Section 18: N/2 NE/4

(f) Extend the North Gladicla-Devonian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 38 EAST Section 32: SE/4

TOWNSHIP 12 SOUTH, RANGE 38 EAST
Section 5: SW/4
Section 7: NW/4
Section 8: NW/4

(g) Extend the West Henshaw-Grayburg Pool to include:

TOWNSHIP 16 SOUTH, RANGE 30 EAST
Section 4: SE/4
Section 5: SE/4
Section 8: NE/4

(h) Extend the Langlie-Mattix Pool to include:

TOWNSHIP 23 SOUTH, RANGE 36 EAST Section 4: E/2 SE/4

(i) Extend the Pearl-Queen Pool to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST Section 22: S/2 SE/4

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(j) Extend the Townsend-Wolfcamp Pool to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST Section 5: W/2 SW/4

(k) Extend the Terry-Blinebry Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST Section 3: Lot 16 Section 4: Lot 1

(1) Delete the following area from the Blinebry Gas Pool:

TOWNSHIP 21 SOUTH, RANGE 37 EAST Section 3: Lot 16 Section 4: Lot 1

CASE 1283: Northwestern New Mexico nomenclature case calling for an order extending existing poels in San Juan and Rio Arriba Counties, New Mexico.

(a) Extend the Aztec-Pictured Cliffs Pool to include:

TOWNSHIP 28 NORTH, RANGE 9 WEST All of Sections 9, 10, 11, 12, 13, & 14 Section 15: E/2 & SW/4 Section 24: All

TOWNSHIP 31 NORTH, RANGE 11 WEST Section 34: All

(b) Extend the Otero-Pictured Cliffs Pool to include:

TOWNSHIP 23 NORTH, RANGE 5 WEST Section 9: E/2 Section 16: N/2

TOWNSHIP 24 NORTH, RANGE 5 WEST Section 13: SW/4
Section 14: S/2
Section 21: NE/4
Section 22: N/2 & SE/4
All of Sections 23, 24, & 25
Section 31: S/2

(c) Extend the South Blanco-Pictured Cliffs Pool to include:

TOWNSHIP 24 NORTH, RANGE 4 WEST Section 5: W/2

TOWNSHIP 27 NORTH, RANGE 8 WEST Section 4: All

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(d) Extend the Blanco-Mesaverde Pool to include:

TOWNSHIP 28 NORTH, RANGE 9 WEST Section 32: All

(e) Extend the Bisti-Lower Gallup Oil Pool to include:

TOWNSHIP 26 NORTH, RANGE 13 WEST Section 36: NW/4

(f) Extend the Verde-Gallup Oil Pool to include:

TOWNSHIP 31 NORTH, RANGE 14 WEST Section 18: All

TOWNSHIP 31 NORTH, RANGE 15 WEST Section 13: N/2

CONTINUED CASES

- Application of the Oil Conservation Commission on its own motion for an order amending Commission Order R-586 insofar as it relates to the Byers-Queen and Tubb Gas Poels. Applicant, in the above-styled cause, seeks an order amending the Special Rules and Regulations for the Tubb Gas Poel to make provision in said rules for the regulation of oil wells completed within the defined limits of said pool; and further to consider the deletion of that portion of Order R-586 relating to the Byers-Queen Gas Pool.
- Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force peoling certain acreage in the Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interests of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the SW/4 Section 30, Township 22 South, Range 38 East, Lea County, New Mexico.
- Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interest of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the SE/4 Section 30, Tewnship 22 South, Range 38 East, Lea County, New Mexico.
- Application of Gulf Oil Corporation and Western Oil Fields,
 Inc., for an order force pooling certain acreage in the
 Blinebry and Tubb Gas Pools, Lea County, New Mexico. Applicants,
 in the above-styled cause, seek an order force pooling the
 interests of all persons having any right, title or interest
 in the Blinebry and Tubb formations underlying the NE/4 Section 25, Township 22 South, Range 37 East, Lea County, New
 Mexico.

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CASE 1264:

Application of Gulf Oil Corporation and Western Oil Fields, Inc., for an order force pooling certain acreage in the Blinebry and Tubb Gas Pools, Lez County, New Mexico. Applicants, in the above-styled cause, seek an order force pooling the interests of all persons having any right, title or interest in the Blinebry and Tubb formations underlying the SE/4 Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

CASE 1265:

Application of R. Olsen Oil Company for an order force pooling certain acreage in the Justis Gas Peol, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order force peoling the interests of all persons having any right, title or interest in the Glorieta formation of the Justis Gas Pool underlying the NE/4 Section 23, Township 25 South, Range 37 East, Lea County, New Mexico.

BEFORE THE OIL COMBERVATION COMMISSION OF THE STATE OF NEW MEXICO

CASE No. 1279 Order No. R-1928

IN THE MATTER OF THE HEARING CALLED BY THE OIL COMMERVATION CONDITION UPON ITS OWN MOTION TO PERMIT ROY T. SHORT, M. N. HAMILTON, APACHE BASIN OIL COMPANY, AND BASIN OIL COMPANY, AND ALL OTHER INTERESTED FARTIES TO APPEAR AND SHOW CAUSE WHY THE HOLE LOCATED 660 FEET FROM THE SOUTH AND NEST LINES OF SECTION 25, TOWNSHIP 16 SOUTH, RANGE 35 EAST, LEA COUNTY, MEW MEXICO, SHOULD HOT BE ORDERED PLUGGED AND ARANDOMED IN ACCORDANCE WITH THE RULES AND REGULATIONS OF THE OIL COMMERCENTS OF SECTION COMMISSION OF MEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

NOW, on this 3rd day of April, 1961, the Oil Conservation Commission of New Haxieo, a quorum being present,

FINDS:

That this matter, having been continued indefinitely, should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 1279 is hereby dismissed.

DOWE at Santa Pe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL COMSERVATION COMMISSION

MEWIH L. MECHEM, Chairman

I. S. WALKER, Member

. L. PORTER, Jr. Member & Secretary

BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO July 17, 1957

IN THE MATTER OF:
Case 1279

TRANSCRIPT OF PROCEEDINGS

DEARNLEY - MEIER & ASSOCIATES
INCORPORATED
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
3-6691 5-9546

BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO July 17, 1957

IN THE MATTER OF:

The hearing called by the Oil Conservation Commission upon its own motion to permit Roy T. Short, M. N. Hamilton, Apache Basin Oil Company, and Basin Oil Company, and all other interested parties to appear and show cause why the hole located 660 feet from the South and West lines of Section 25, Township 16 South, Range 35 East, Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

Case 1279

BEFORE:

Mr. Murray Morgan Mr. A. L. Porter Governor Edwin L. Mechem

TRANSCRIPT OF PROCEEDINGS

MR. PORTER: We have a few minutes before we will recess for lunch. We have picked out a couple of short cases that we can probably dispose of before that time. We will take up the next case. 1279.

MR. CCOLEY: In the matter of the hearing called by the Oil Conservation Commission upon its own motion to permit Roy T. Short, M. N. Hamilton, Apache Basin Oil Company, and Basin Oil Company, and all other interested parties to appear and show cause

why the hole located 660 feet from the South and West lines of Section 25, Township 16 South, Range 35 East, Lea County, New Mexico, should not be ordered plugged and abandoned in accordance with the Rules and Regulations of the Oil Conservation Commission of New Mexico.

At this time I would like to move that Case 1279 be continued indefinitely due to the recent developments, and we have been unable to reach Mr. Short. After repeated attempts, he informs us that it may be possible to contact Mr. Hamilton, who, as Mr. Short says Mr. Hamilton is responsible for the building of the hole. We would like to make further investigation and at the time the case is placed on the docket again, I would recommend to the Commission that the case be readvertised.

MR. PORTER: Is there objection to counsel's motion for an indefinite continuation for Case 1279? Case will be indefinitely continued.

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CERIIFICAIE

STATE OF NEW MEXICO) ss

I, MARIANNA MEIER, 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 New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript under my personal supervision, 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 3/ day of July , 1957 in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Mariana Spries NOTARY PUBLIC

My commission expires:

April 8, 1960.

DRAFT

RSM/esr March 28, 1961

4mm 3/28

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Xw

CASE No. 1279

Order No. R-1928

0/3/v9

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION TO PERMIT ROY T. SHORT, M. N. HAMILITON, APACHE BASIN OIL COMPANY, AND BASIN OIL COMPANY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE HOLE LOCATED 660 FEET FROM THE SOUTH AND WEST LINES OF SECTION 25, TOWNSHIP 16 SOUTH, RANGE 35 EAST, LEA COUNTY, NEW MEXICO, SHOULD NOT BE ORDERED PLUGGED AND ABANDONED IN ACCORDANCE WITH THE RULES AND REGULATIONS OF THE OIL CONSERVATION COMMISSION OF NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

NOW, on this ____day of April, 1961, the Oil Conservation Commission of New Mexico, a quorum being present,

FINDS:

That this matter, having been continued indefinitely, and having become meet, should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 1279 is hereby <u>dismissed</u>.

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