Casa Mo.

1370

Application, Transcript, 5 mell Exhibits, Etc.

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. 1370 Order No. R-1118

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING AND EXTENDING CERTAIN POOLS IN LEA, EDDY, AND ROOSEVELT COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 15, 1958, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this $28^{\frac{t}{2}}$ day of January, 1958, 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 there is need for the creation of a new pool in Lea County, New Mexico, for the production of oil from the Queen formation, said pool to bear the designation East E-K Queen Pool. Said East E-K Queen Pool was discovered by Ambassador Oil Corporation State "U" Well No. 1, located in the SE/4 NE/4 Section 28, Township 18 South, Range 34 East, NMPM. It was completed October 25, 1957. The top of the perforations is at 4,838 feet.
- (3) That there is need for the creation of a new pool in Lea County, New Mexico, for the production of oil from the Pennsylvanian formation, said pool to bear the designation Kemnitz-Cisco Pool. Said Kemnitz-Cisco Pool was discovered by The Pure Oil Company State Lea E Well No. 1, located in the SW/4 NE/4 Section 21, Township 16 South, Range 34 East, NMPM. It was completed October 26, 1957. The top of the perforations is at 11,446 feet.
- (4) That there is need for the creation of a new pool in Lea County, New Mexico, for the production of oil from the

Pennsylvanian formation, said pool to bear the designation Sanmal-Pennsylvanian Pool. Said Sanmal-Pennsylvanian Pool was discovered by Neville G. Penrose TPG State Well No. 1, located in the NE/4 SE/4 Section 34, Township 16 South, Range 33 East, NMPM. It was completed October 10, 1957. The top of the perforations is at 11,70% feet.

- (5) That there is need for the creation of a new pool in Lea County, New Mexico, for the production of oil from the Wolf-camp formation, said pool to bear the designation Tatum-Wolfcamp Pool. Said Tatum-Wolfcamp Pool was discovered by Union Oil Company of California R. W. Duncan Well No. 1-6, located in the SE/4 SE/4 Section 6, Township 13 South, Range 36 East, NMPM. It was completed October 13, 1957. The top of the perforations is at 10,285 feet.
- (6) That there is need for certain extensions to the Aid Pool, the Cave Pool, the Grayburg-Keely Pool, the West Henshaw—Grayburg Pool, and the Square Lake Pool, all in Eddy County, New Mexico, the North Eagley-Pennsylvanian Pool, the Blimebry Oil Pool the Bronco-Wolfcamp Pool, the Jalmat Gas Pool, the Justis-Ellen-burger Pool, the Ranger Lake-Pennsylvanian Pool, the Roberts Pool, and the Young Pool, all in Lea County, New Mexico, and the Milnesand-Pennsylvanian Pool in Roosevelt County, New Mexico. Further, that the proposed extension of the Eumont Gas Pool lies within the horizontal limits of the Jalmat Gas Pool and should therefore be dismissed.

IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as an oil pool for Queen production, be and the same is hereby created and designated as the East E-K Queen Pool, consisting of the following described area:

TOWNSHIP 18 SOUTH, RANGE 34 KAST, NMPM Section 28: E/2

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

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 21: N/2

(c) That a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production, be and the same is hereby created and designated as the Sanmal-Pennsylvanian Pool, consisting of the following described area:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 34: SE/4

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

TOWNSHIP 13 SOUTH RANGE 36 EAST, MNPM Section 6: SE/4

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

TOWNSHIP 17 SOUTH, RANGE 29 EAST, MMPM Section 19: SE/4

(I) That the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 10: SW/4

(g) That the Blinebry Oil 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, RANGE 38 EAST, NMPM Section 32: 5/2

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

TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM Section 2: W/2 Section 11: NW/4

(i) That the Cave Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, he and the same is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM Section 4: E/2 NE/4

(j) That the proposed extension of the Eumont Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NEAPH Section 34: SW/4

be and the same is hereby dismissed.

(k) That the Grayburg-Keely Pool in Eddy County, New Mexico, as heretofere classified, defined, and described, be and the same is hereby extended to include therein;

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM Section 22: NW/4

Came No. 1370 Order No. R-1118

(1) That the West Henshaw-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPH

Section 3:

W/2 SW/4

Section 4:

Lots 15 and 16

Section 17:

S/2 NW/4

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

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM Section 17: NW/4

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

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM Section 13: 8W/4

(o) That the Milnesand-Pennsylvanian Pool in Roosevelt County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 8 SOUTH, RANGE 34 EAST, NMPM Section 13: 8W/4 Section 24: N/2 NE/4

(p) That the Ranger Lake-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 12 SOUTH, RANGE 34 EAST, NMPM Section 23: NE/4 & E/2 NW/4

(q) That the Roberts 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 33 EAST, NMPM Section 4: SW/4 SW/4

Section 7: E/2 SE/4
Section 9: W/2 NW/d

(r) That the Square Lake Fool in Eddy County, New Mexico, as heretofore classified, defined, and described, be and the same is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 35: SE/4

Section 36: NW/4

-5-Case No. 1370 Order Mo. R-1118

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

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 9: 5/2 SW/4

Section 17: N/2 NE/4

IT IS FURTHER ORDERED:

That the effective date of this order and of all the creations and extensions included herein shall be February 1, 1958

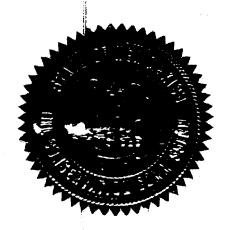
DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

S Z hui EDWIN L. MECHEM, Chairman

MURRAY E. MORGAN, Member

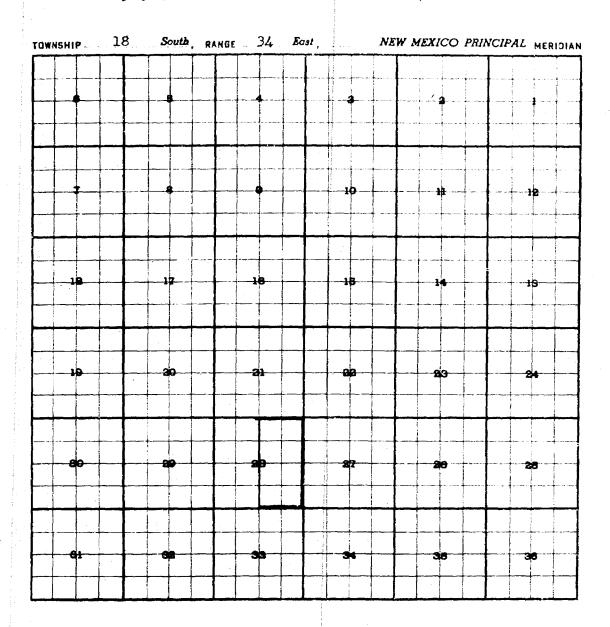
A. L. PORTER, Jr., Member & Secretary



CASE 1370: (A) Creation of a new pool
Disc. Ambassador Cil Corp. State U #1-H, 28-18-34, Comp 10/25/57,
top perf. 4838! Corp. ARCHIVE Pool EAST E-K QUEEN

Pool EAST E-K QUEEN

0-5 Queen

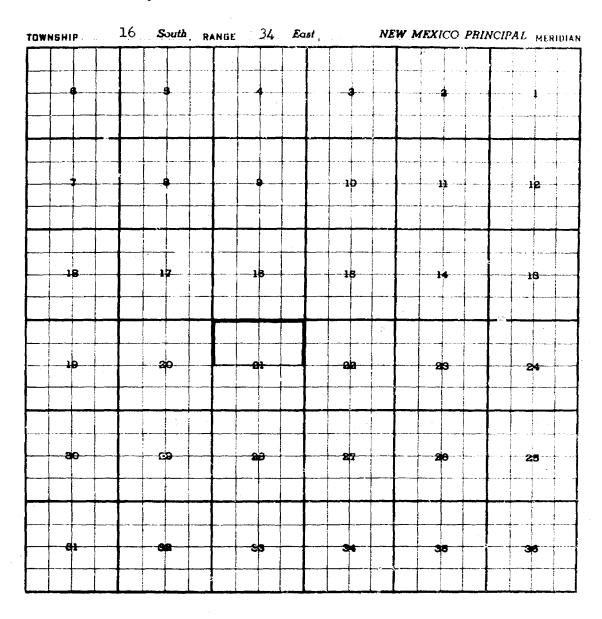


Proposed Pool Boundary	Colored in	Red Section	28 : E/2
]	
		1	

CASE 1370: (F) Creation of new pool
Disc. Well. The Fure Gil Co. State Lea E #1 in Unit G of Sec 21-16-34
Comp in Fenn. 1C/26/24, top perf 11,446

County LEA Pool KEMBITZ-CISCO

11-12 Pennsylvanian

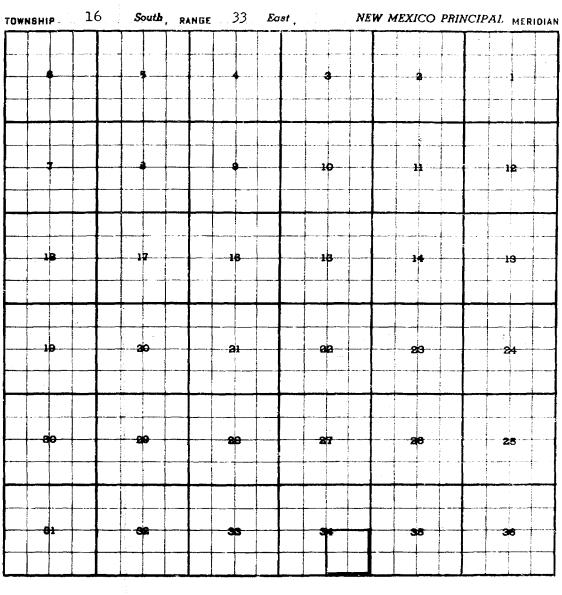


 Proposed	Pool	Pounda	ry Color	red in b	ed:	Section	21: N/2	2	
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CASE 1370: (C) Creation of a new pool
Disc. Well: Reville G. Henrose, TGP State #1-1, 34-16-33
Comp 10/10/57, top perf 11,708 Comp 10/10/67

County LEA POOL SANMAL-PENNSYLVANIAN

11-12 Pennsylvanian

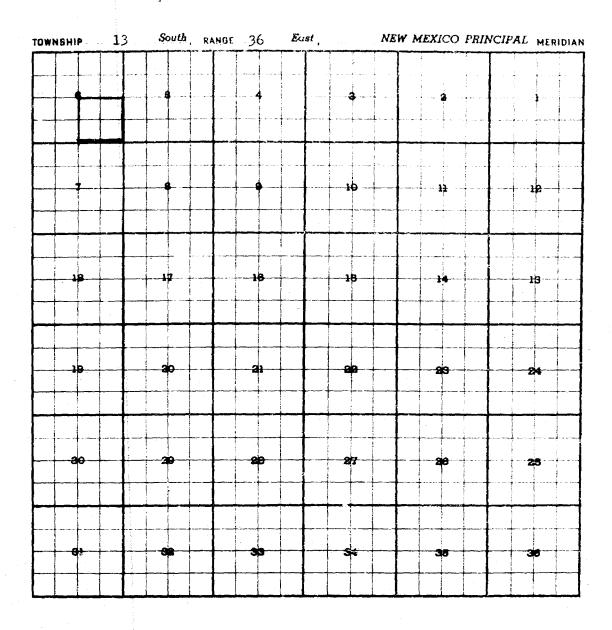


2.12	
Proposed Pool	Boundary Colored in Red Section 34: SE/4
:	
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CASE 1370: (D) Creation of a new pool
Disc. Well: Union Cil Co. of Calif., R. W. Duncan #1-6 Unit P
6-13-36, top perf 10,285 Company accesses acres. 2

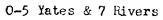
County LEA Pool TATEM-WelFOAM

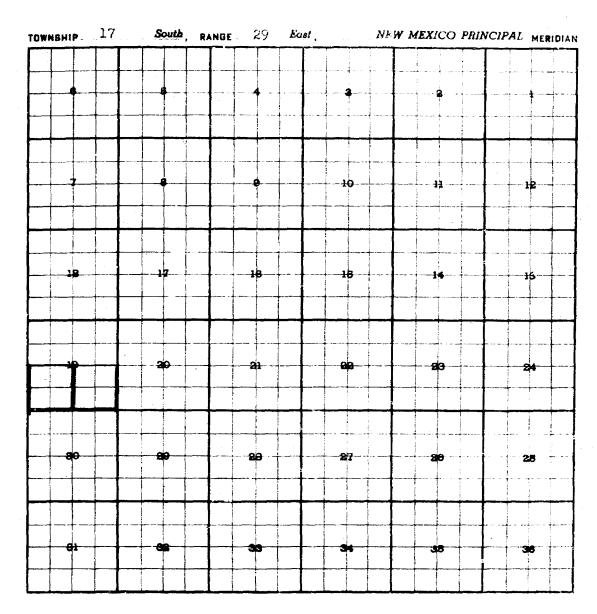
10-11 Wolfcamp



 Proposed	Pco1	Loundary	Colored	in Red	Section 6:	SE/4	۰
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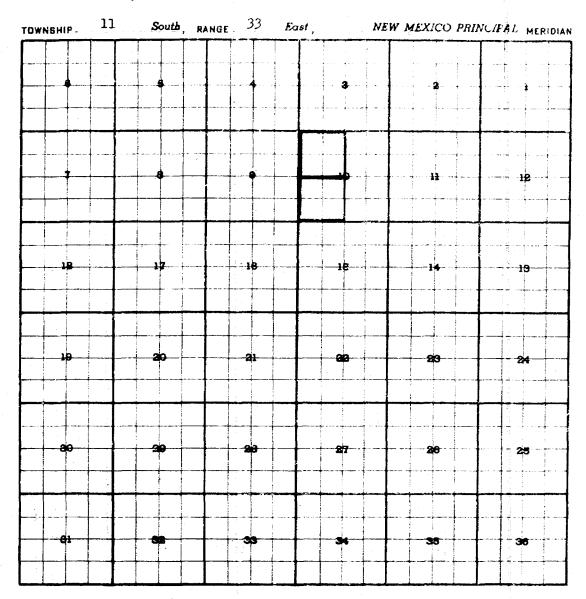




Purpose: Extend the pool boundary for the inclusion of
Continental Cil Co. State S-19 #1 in Unit J of Sec. 19-17-29
Comp. 9/12-57, top perf. 910! Comp. IN Seven Ruces
Pool Boundary: Colored in Red
Proposed Extension colored in Green: Section 19: SE/4

County	EEA	POOT NORTH	BAGLIN-PENNSYLVANTA
Connry		POOL	

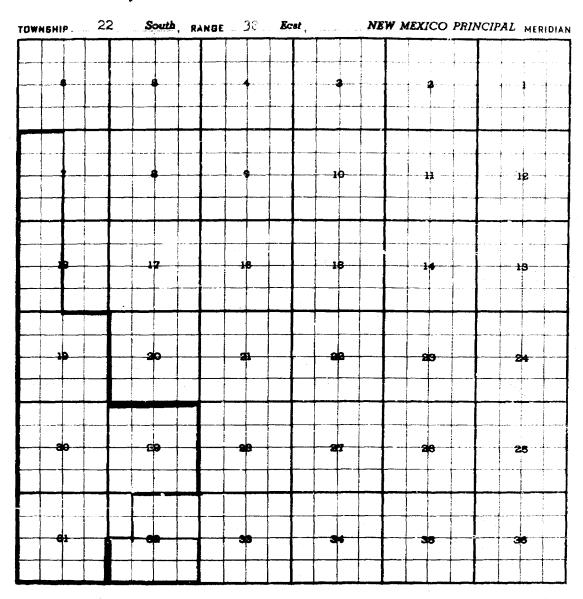
10-11 Pennsylvanian



Purpose: Extend the pool boundary for	the inclusion of-
Southern Petroleum Exploration, Inc.	State F #1 in Unit K of Sec. 10-11-33
	Comp. 11/26/57, top perf. 10,058
Pool Boundary: Colored in Red	Comp IN PENN.
Proposed Extension Colored in Green:	Section 10: 54/4
	The state of the s

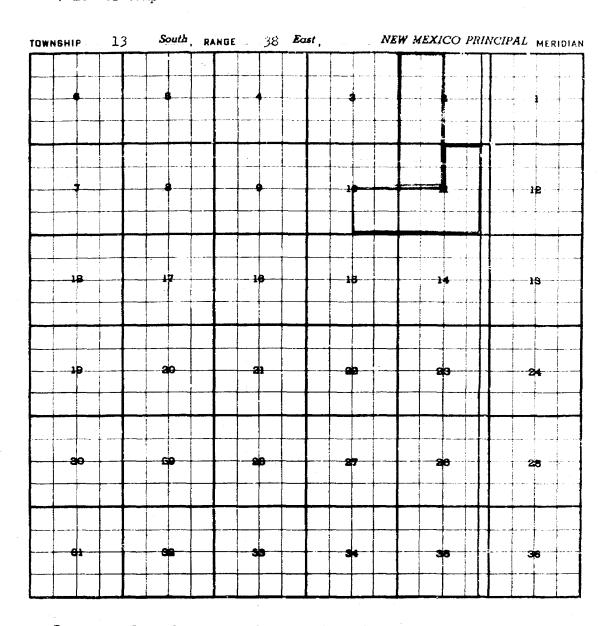
County LLA	Pool blitterky CIL	
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5-6 Blinebry



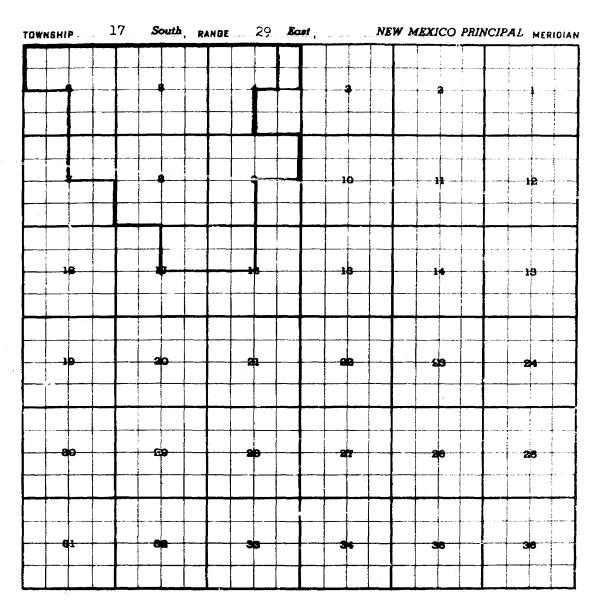
Purpose:	Extend the po	ool boundary for	r the inclus	ion of-	hillion as Anna and an anna and
Cities S	ervice Cil Co	-State P #2 U	nit L of Sec	32-22-38	
		Comp. 11/23/	57, top perf	5624 Con	LD. IN Blinebry
Pool Bound	ary: Colored				
Proposed E	xtension Colo	red in Green:	Sectio	n 32: S/2	The comment of the co
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County	1.EA	Pool	LECNOO WOLFCAMP
9- 1 0 Wolfcamp			



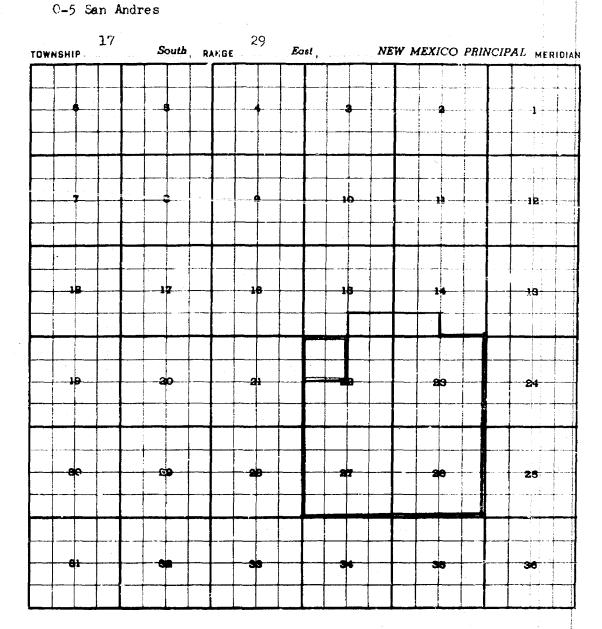
Pool Foundary Colored i	n Red	p perf 9053! Comp in Wolf.
PROposed Extension Colo	red in Green	Section 2: W/2
		Section 11: NW/4

County	NDDY	Pool	CAVE
C-5 Grayburg			



Purpose: Extend the Fool boundary for the inc	clusion of-
Continental Cil Co. State U-4 #1 in Unit H,	Sec. 4-17-29
Comp 10/2/57, top perf.	2407 Comp in Drugleury
Paol Boundary Colored in Red	
Proposed Extension Colored in Green	Section 4: E/2 NE/4

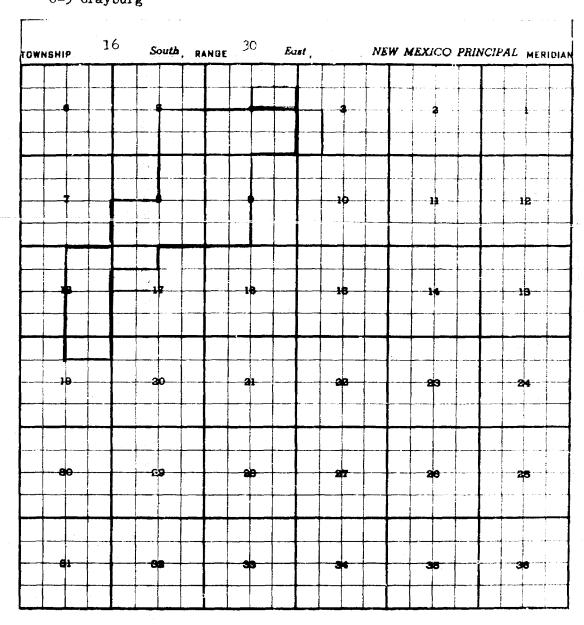
County	EDDY	Pool_	GRAYEURG_KE	LY
) & C	N . N			



	Extend the pool boundary for the inclusion of-	
Leonar	d Cil Co State B-1266 #9 in Unit F Sec. 22-17-29	
	Comp in Keely, 10/12/57, top perf 3154	
Pool Bound	ary Colored in Red	
Proposed E	xtension Colored in Green: Section 22: NW/4	

PART THIS UNADVERTISED

County <u>EDDY</u> Pool WEST HENSHAW GRAYBURG 0-5 Grayburg



Purpose: Extend the pool boundary for the inclusion of-Shell Oil Co., Spencer Fed. A #2 in Unit 0 of Sec. 4-16-30 Comp in Grayburg 11/5/57, top perf 2826.

THIS PART UNADVERTISED:

John H. Trigg Federal D #7-17 Unit F Sec. 17-16-30, Comp in Grayburg 1/9/58 top perf. 2772.

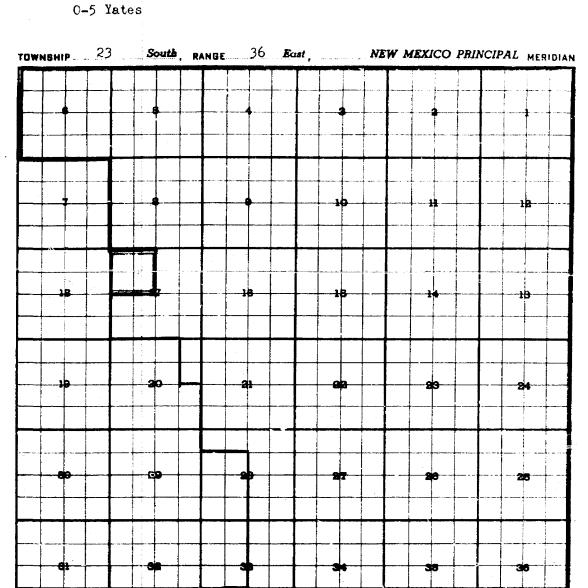
Ceneral American Oil Co. of Texas & Malco Refineries, Inc. Stablien #2 in

Unit T of Sec. 3-16-30, Comp in Grayburg, 12/19/57, top perf 2834.

Pool Boundary Colored in Red Proposed Extension Colored in Green: Section 4: Lots 15 & 16

UNADVERTISED: Section 17: S/2 NW/4
Section 3: W/2 SW/4

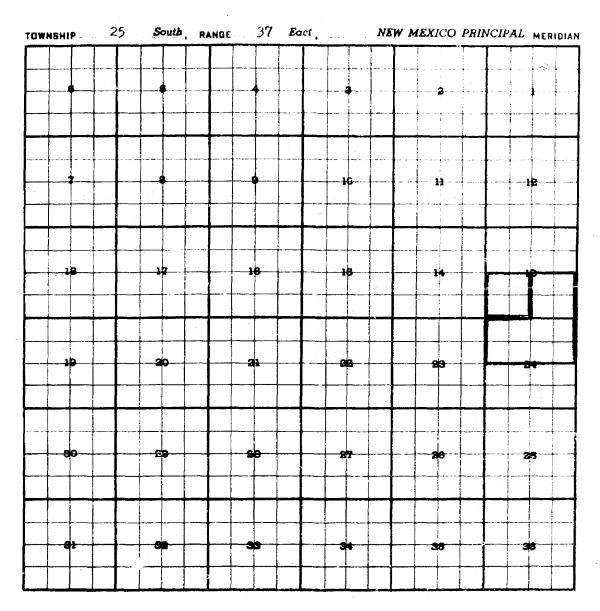
County_	LEA	Pool	JALMAT	



Purpose: Extend the pool boundary for the inclusion of-
Continental Oil Co. Farney A-17 #1 in Unit F Sec 17-23-36
Comp in Yates 11/9/57, top perf 3672.
Pool boundary Colored in Red
Proposed Extension Colored in Green: Section 17: NW/4

County LEA Pool JUSTIS-ELLENEURGER

8-9 Ellenburger

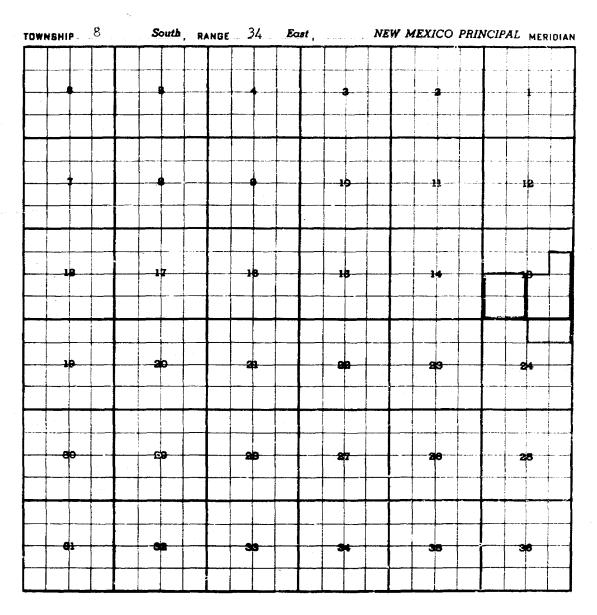


Purpose: Extend the pool boundary for the inclusion of-	
Gulf Oil Corn Learcy McBuffington #4 Unit N of Sec. 13-25-37	
Comp in Ellenburger 11/4/57, top perf 8220	
Pool boundary colored in Red	
Proposed extension colored in Green: Section 13: SW/4	
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PART THIS UNADVERTISED

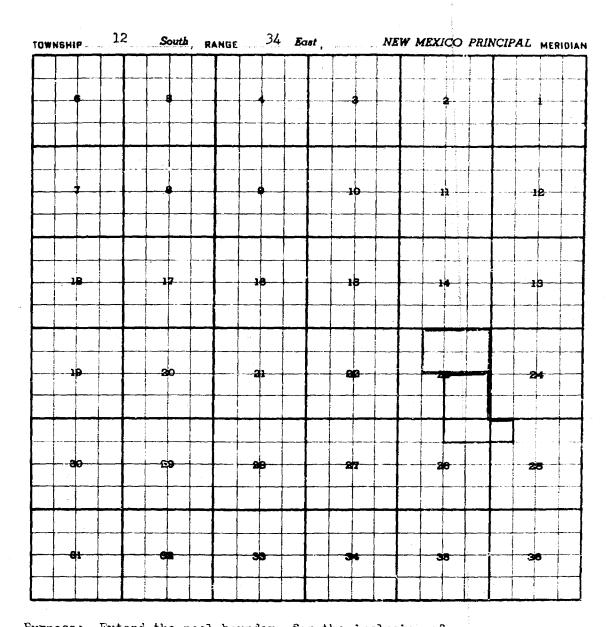
County RCCSEVELT POOLMILNESAND PENNSYLVANIAN

9-10 Fennsylvanian



Purpose: Extend the pool for the inclusion of-
Magnolia Pet. Co. A. R. Haley #3 in Unit N of Sec 13-8-34
Comp in Pennsylvanian 11/17/57, top perf 9279
THIS PART UNADVERTISED: Sunray Mid-Continent Oil Co. N. M. Federal F #
in Unit B of Sec. 24-8-34, Comp in Pennsylvania
12/9/57, top perf 9308.
Pool Boundary Colored in Red
Proposed Extension Colored in Green: Section 13: SW/4
UNADVERTISED: Section 24: N/2 NE/4

CountyLEA	Pool PANGER LAKE-PERNSYLVANIAN
10-11 Pennsylvanian	



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Philli	os Pet. Co	& T.	2. <u>Coal</u>	& Oil	۵.	Range	c_#4.	in.	Unit F of	Sec.
						23-12-	-34,	Соп	ç in Penn	12/1/57
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Pool Bound	dary Color	ed in Re	ed							
Proposed .	Extension	Colored	in Green	n: S	ect:	ion 23:	NE/4	&_	E/2 NW/4	
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CAUE 1370: (4) Extension of an existing pool

PART THIS UNADVERTISED

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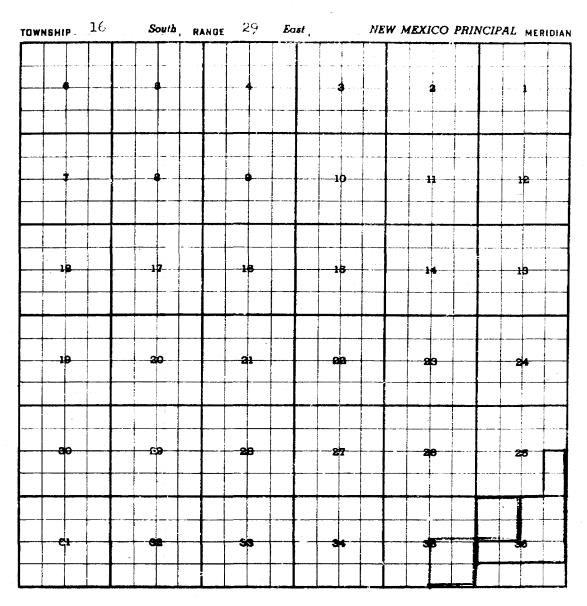
Neville G. Penrose, Inc. Vickers State #1 in Unit N. Sec. 4-17-33, Comp in Grayburg 11/15/57, top perf. 4348

Pool Foundary Colored in Red Proposed Extension Colored in Green: Section 7: E/2 SE/4

> Section 4: SM/4 SM/4 Section 9: W/2 NM/4 UNADVERTICED:

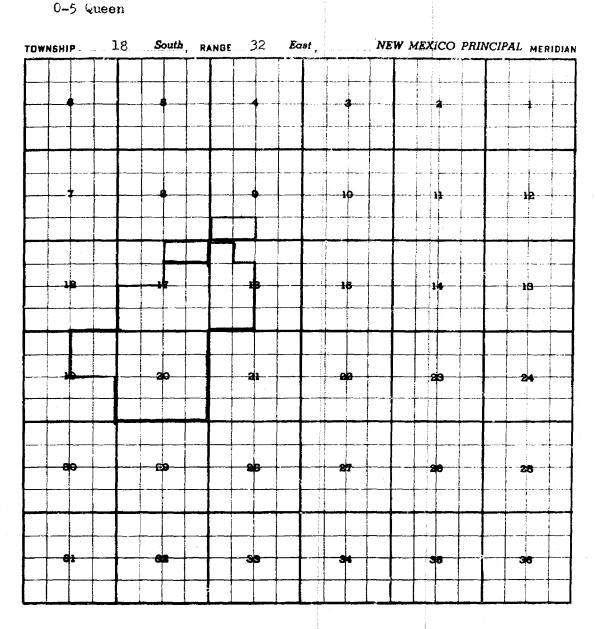
County	ŁDDY	POOT WATER LAKE	
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0-5 Crayburg & Sun Andres



Purpose: Extend the pool boundary for th	e inclusion of-			
General American Cil Co. of Texas Nunlee #3 in Unit J of Sec 35-16-29				
Comp in Grayburg 9/27/57, top perf 2560				
Neil E. Salsich Leonard State #1 in Unit F of Sec 36-16-29,				
Comp in Grayburg 10/3/57, top perf 2506				
Pool Boundary Colored in Red.				
Proposed Extension Colored in Green: Section 35: SE/4				
	ection 36: NW/4			

County	LEA	t	Pool	YOUNG
		1		
	•	7		



Purpose: Extend the pool boundary for	the inclusion of-
John M. Beard Young Fed. #4 in Uni	t A of Section 17-18-32
•	/8/57, top perf. 2796
Buffalo Cil Co. Walker #1 in Unit No. 12/30/57, top per Cil	
Pool boundary colored in Hed	
Proposed Extension Colored in Green:	Section 9: S/2 SW/4 Section 17: N/2 NE/4

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico January 15, 1958

IN THE MATTER OF: Case No. 1370

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

IN THE MATTER OF:

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

CASE 1370

(a) Create a new oil pool for Queen production, designated as the East E-K Queen Pool and described as:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 28: E/2

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

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 21: N/2

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

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 34: SE/4

(d) Create a new oil pool for Wolfcamp production, designated as the Tatum-Wolfcamp Pool and described as:

TOWNSHIP 13 SOUTH, RANGE 36 EAST, NMPM Section 6: SE/4

(e) Extend the Aid Pool to include:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM Section 19: SE/4

(f) Extend the North Bagley-Pennsylvanian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 10: SW/4

- (g) Extend the Blinebry Oil Pool to include:

 TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
 Section 32: S/2
- (h) Extend the Bronco-Wolfcamp Pool to include:

 TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM
 Section 2: W/2
 Section 11: NW/4
- (i) Extend the Cave Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 4: E/2 NE/4
- (j) Extend the Eumont Pool to include:

 TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
 Section 34: SW/4
- (k) Extend the Grayburg-Keely Pool to include:

 TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
 Section 22: NW/4
- (1) Extend the West Henshaw-Grayburg Pool to include:

 TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM
 Section 4: Lots 15 & 16
- (m) Extend the Jalmat Pool to include:

 TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM
 Section 17: NW/4
- (n) Extend the Justis-Ellenburger Pool to include:

 TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
 Section 13: SW/4
- (o) Extend the Milnesand-Pennsylvanian Pool to include:)

DEARNERY - MÉ ER & ASSOCIATES INCORFORATED GENERAL LAW REFORTERS ALBUQUEROJE - NEW MEXICO 3-6691 5-9546

TOWNSHIP 8 SOUTH, RANGE 34 EAST, NMPM Section 13: SW/4

(p) Extend the Ranger Lake-Pennsylvanian Pool to include:

TOWNSHIP 12 SOUTH, RANGE 34 EAST, NMPM Section 23: NE/4 & E/2 NW/4

(q) Extend the Roberts Pool to include:

TOWNSHIP 17 SCUTH, RANGE 33 EAST, NMPM Section 7: E/2 SE/4

(r) Extend the Square Lake Pool to include:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM Section 35: SE/4 Section 36: NW/4

(s) Extend the Young Pool to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 9: S/2 SW/4 Section 17: N/2 NE/4

BEFORE:

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

TRANSCRIPT OF PROCEEDINGS

MR. PORTER: The Commission will consider next Case 1370.

RANDALL MONTGOMERY

a witness, of lawful age, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION

By MR. COOLEY:

Q Will the witness please state his name and position?

Dearnies Meier & Associates Incorporated General Law Persities Albuggeogra New Mexico 3 6691 5-9546 A Randall Montgomery, proration manager for the New Mexico Oil Conservation Commission.

Q Mr. Montgomery, in your official capacity as proration manager for the New Mexico Oil Conservation Commission, have you had an opportunity to make a study of new pools and extensions of existing pools in Lea, Eddy and Roosevelt Counties, New Mexico?

A I have.

Q Mr. Monigomery, do you have any recommendations concerning the creation of a new oil pool for Queen production in Township 18 South, Range 34 East?

A I do. I recommend that the pool be created as advertised, being the East E-K Queen. This was occasioned by the recent discovery of Ambassador Oil in State U, Well No. 1, Unit H, of Section 28, 18, 34. The top of the perforation was 4,838 feet, completed on 10-25-57.

MR. PORTER: In connection with that, Mr. Montgomery, do you know approximately how far that proposed pool boundary would be from the E-K Queen Pool?

A About three or four miles. There are some dry holes between, though.

MR. PORTER: Thank you.

Q Mr. Montgomery, what do you propose as the vertical limits of the East E-K Queen Pool?

A Queen formation.

Q Do you have any recommendation concerning the creation of

DEARNUEY MEZER & ASSOCIATUS INCORFORATED GENERALILAM REFIRED AS ACHUGUERO JE NEW MEXICO 3-6691 5-9546 a new oil pool for Pennsylvanian production?

A I do. I recommend that the new Pennsylvanian Pool as advertised in paragraph (b) be created as advertised, the Kemnitz-Cisco Pool, the North Half of Section 21, Township 16 South, Range 34 East. Discovery well was Pure Oil State Lea E No. 1 in Unit G, 21-16-34, completed in the Cisco formation, 10-26-57. Top of the perforation was 11,446 feet.

MR. PORTER: I have a question on that one, too.

A Yes.

MR. PORTER: Is the Cisco a part of the Pennsylvanian?

A It is.

MR. PORTER: Do you know whether or not this well was preductive, potentially productive in any other zone of the Pennsylvanian?

A No, it was dry. I don't know that they tested any other zones in the Pennsylvanian, but I do know they tested the Wolfcamp and it was not commercial in the Wolfcamp, which is a zone a few hundred foot above it.

MR. PORTER: Is the Cisco one of the upper zones of the Pennsylvanian?

A Yes, it sure is. The Pennsylvanian is broken by age group into Canyon, Cisco and Atoka. The Cisco is one of those zones; it better identifies it.

MR. PORTER: You would limit, at least for the present, the vertical limits of this pool to this Cisco?

A Yes, sir.

DEARNUEY - METER & ASSOCIATES INCORFORATED GENERAL LAW READSTERM ALBUQUERQUE NEW MEMOO 3-6691 5-957.6 MR. PORTER: Thank you. You may proceed.

Q Mr. Montgomery, do you have any recommendation concerning the creation of a new oil pool for Pennsylvanian production in Township 16 South, Range 33 East?

A Yes, I recommend that the new Pennsylvanian Pool be created as advertised in paragraph (c), the Sanmal-Pennsylvanian Pool, discovered by Neville G. Penrose, TGP State No. 1, unit I, Section 34, Township 16 South, Range 33 East; the top of the perforation being 11.708.

Q What do you recommend as the vertical limits for the Sanmal-Pennsylvanian?

- A The Pennsylvanian.
- Q The entire Pennsylvanian formation?
- A Yes, sir.

Q Have you any recommendations concerning the creation of a new oil pool for Wolfcamp production in Township 13 South, Range 36 East?

A Yes, and I recommend that the pool called the Tatum-Wolfcamp Pool be created as advertised. This was discovered by the Union Oil Company of California in their R. W. Duncan No. 1-6, Unit P, Section 6, Township 13 South, Range 36 East; top of the perforation, 10,285.

MR. PORTER: Mr. Montgomery, which direction is this from the town of Tatum?

A Southwest, about three miles.

DEARNLEY - MEIER & ASSOCIATES INCORPORATED GENERAL LAY REPUMTERS ALBUQUERQUE NEW MEXICO 3-6691 5-9546 MR. PORTER: Thank you.

- Q Mr. Montgomery, what do you recommend as the vertical limits of this pool?
 - A Wolfcamp.
 - Q The entire Wolfcamp formation?
 - A Yes, sir.
- Q Mr. Montgomery, do you have any recommendations concerning the extension of the Aid Pool?
 - A I recommend that it be extended as advertised.
- Q What are your recommendations concerning the extension of the North Bagley-Pennsylvanian Pool?
 - A I recommend that pool be extended as advertised.
- Q Do you have any recommendations regarding the extension of the Blinebry Oil Pool?
 - A I recommend that pool be extended as advertised.
- Q What are your recommendations concerning the extension of the Bronco-Wolfcamp Pool?
 - A I recommend that pool be extended as advertised.
- Q Do you have any recommendations concerning the extension of the Cave Pool?
 - A I recommend the Cave Pool be extended as advertised.
- Q What are your recommendations concerning the extension of the Eumont Pool?
 - A This portion was inadvertently put in to be advertised.
- I recommend it be dismissed; the fact is that this acreage is a

ently put in. There are oil wells in the Eumont that occasioned the extension of the Eumont Gas Pool; already the acreage is dedicated to the Jalmat. We have advertised for February that the South Eunice Pool be extended to cover that portion, and therefore I recommend dismissal of paragraph (j).

MR. COOLEY: Mr. Commissioner, for the reason stated by the witness, it is our recommendation that the portion of the case advertised as sub-paragraph (j), the extension of the Eumont Pool to include the Southwest Quarter of 34, Township 21 South, Range 36 East, be dismissed.

MR. PORTER: Any objection to the dismissal of this portion of the advertised case? It will be dismissed.

Q Mr. Montgomery, what are your recommendations concerning the extension of the Grayburg-Keely Pool?

A That that pool be extended as advertised.

Q What are your recommendations concerning the extension of the West Henshaw-Grayburg?

A That that pool be extended as advertised, and in Section 3, the West Half of the Southwest Quarter, Township 16 South, Range 30 East; and in Section 17, South Half of the Northwest Quarter, Township 16 South, Range 30 East.

Q Mr. Montgomery, do you have any recommendations concerning the extension of the Jalmat Pool?

A I recommend that pool be extended as advertised.

DEARNLEY MEER & ASSOCIATES INCORFORATED GENERAL LAW RESORTERS ALGUDUEBLEE NEW MERGOD 3-6691 \$-9546

- Q What are your recommendations concerning the extension of the Justis-Ellenburger Pool?
 - A That that pool be extended as advertised.
- Q Do you have any recommendation regarding the extension of the Milnesand-Pennsylvanian Pool?
- A I recommend that pool be extended as advertised, and in Section 24 of Township 12 South, Range 34 East, the North Half of the Northeast Quarter of Section 24.
- Q What are your recommendations concerning the extension of the Ranger Lake-Pennsylvanian Pool?
 - A That that pool be extended as advertised.
- Q Do you have any recommendation regarding the extension of the Roberts Pool?
- A That that pool be extended as advertised, and also in Section 4, Township 17 South, Range 33 East, the southwest quarter of the southwest quarter, and in Section 9, the west half of the northwest quarter.
- Q Do you have any recommendations regarding the extension of the Square Lake Pool?
 - A That that pool be extended as advertised.
- Q What are your recommendations concerning the extension of the Young Pool?
 - A That that pool be extended as advertised.
- Q Mr. Montgomery, were your recommendations concerning the extension of unadvertised portions of the West Henshaw-Grayburg Pool,

the Milnesand-Pennsylvanian Pool, and the Roberts Pool, based upon actual production from those pools?

- A They are.
- Q Do you have any further recommendations in this case?
- A That's all.
- Q Have you prepared exhibits to substantiate your recommendations in this case?
 - A I have, Exhibits A through S, with the exception of J.

MR. COOLEY: Mr. Commissioner, we move the admission of Exhibits A through I and K through S, in Case 1370.

MR. PORTER: Without objection they will be admitted.

Anyone have a question of Mr. Montgomery? Mr. Nutter.

CROSS EXAMINATION

By MR. NUTTER:

- Q What were the vertical limits of the Kemnitz-Cisco Pool?
- A Cisco formation.
- Q What was the completion date of the discovery well in the Tatum-Wolfcamp Pool?
 - A 10-13-57.
- MR. PORTER: Anyone else have a question? The witness may be excused.

(Witness excused.)

MR. PORTER: Anyone have anything further to say in this case? We'll take the case under advisement.

* * * * * *

DEARMEY MELER & ASSAURATES INCOMPORATED GENERALINA PRINCES AUDIOUSENCE NEW MEMOR 3-8601 5-03-05

CERTIFICATE

STATE OF NEW MEXICO)

COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the fore going 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 2 day of January, 1958, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

NOTARY PUBLIC

My commission expires: June 19, 1959

> DEASNLEY MEET & ASSOCIATES INCOMPONATE: COMPANIEM REPRISA AUGULARGOI NEW MERCIO 3-6691 5-9546

<u>CERTIFICATE</u>

STATE OF NEW MEXICO)) se

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WITNESS my Hand and Seal this 2 day of January, 1958, in the City of Albuquerque. County of Bernalillo, State of New Mexico.

NOTARY PUBLIC

My commission expires:

June 19, 1959

DEARRILEY METER & ASSOCIATES INFORMATED SELECTION FOR A SELECTION FOR A SELECTION ASSOCIATES ALBUMINES ASSOCIATES ASSOCIA

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In the matter of the application of the Cil Conservation Commission of New Mexico upon its own motion for an order for the creation, and extensions of existing pools in Lea, Eddy, and knosevelt Counties, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof to appear and show cause why such creations and extensions should not be made.

(a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Queen production, designated as the East E. K. Queen Pool and described as:

Twp. 18 South, Range 34 East E/2 of Section 28

and such other, etc.

(b) Create a new pool in Lea County, New Mexico, classified as an cil pool for Pennsylvanian production, designated as the Kemnitz-Cisco Pool and described as:

Twp. 16 South, Range 34 East N/2 of Section 21

and such other atc

(c) Create a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production, designated as the Sanmal-Pennsylvanian Pool and described as:

Twp. 16 South, Range 33 East SE/4 of Section 34

and such other, etc.

(d) Create a new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production, designated as the Tatum-Wolfcamp Pool and described as:

Twp. 13 South, Range 36 East SE/4 of Section 6

and such other, etc.

(e) Extend the Aid Pool boundary in Eddy County, New Mexico, to include therein:

Twp. 17 South, Range 29 East SE/4 of Cection 19

and such other, etc.

(f) Extend the North Eagley-Pennsylvanian Fool boundary in Lea County, New Mexico, to include therein:

Twp. 11 South, Range 33 East SW/4 of Section 10

and such other, etc.

(g) Extend the Blinebry Cil Pool boundary in Lea County, New Mexico, to include therein:

Twp. 22 South, Range 38 East S/2 of Section 32

and such other, etc.

(h) Extend the Bronco-Wolfcamp Pool boundary in Lea County, New Mexico, to include therein:

Twp. 13 South, Range 38 East W/2 of Section 2 NW/4 of Section 11

and such other; etc...

(i) Extend the Cave Pool boundary in Eddy County, New Mexico, to include therein:

Two. 17 South, Range 29 East E/2 NE/4 of Section 4

and such other; etc.

(j) Extend the Eumont Pool boundary in Lea County, New Mexico, to include therein:

Twp. 21 South, Range 36 East SW/4 of Section 34

and such other, etc.

(k) Extend the Grayburg-Keely Fool boundary in Eddy County, New Mexico, to include therein:

Twp. 17 South, Range 29 East NW/4 of Section 22

-and-such-other, etc.

(1) Extend the West Henshaw-Grayburg Pool boundary in Eddy County, New Mexico, to include therein:

Twp. 16 South, Range 30 East Lots 15 & 16 of Section 4

and such other, otc

(m) Extend the Jalmat Pool Soundary in Les County, New Mexico, to include therein:

Twp. 23 South, Range 36 East NW/4 of Section 17

and such other, etc.

(n) Extend the Justis-Ellenburger Pool boundary in Lea County, New Mexico, to include therein:

Twp. 25 South, Range 37 East SW/4 of Section 13

and such other, etc.

(o) Extend the Milnesand-Pennsylvanian Pool boundary in Roosevelt County, New Mexico, to include therein:

Twp. 8 South, Range 34 East Sw/4 of Section 13

and such other, etc.

(p) Extend the Ranger Lake-Pennsylvanian Pool boundary in Lea County, New Mexico, to include therein:

Twp. 12 South, Range 34 East NE/4 & E/2 NW/4 of Section 23

and such other, etc.

(q) Extend the Roberts Pool boundary in Lea County, New Mexico, to include therein:

Twp. 17 South, Range 33 East E/2 SE/4 of Section 7

and such other, etc.

(r) Extend the Square Lake Pool boundary in Eddy County, New Mexico, to include therein:

Twp. 16 South. Range 29 East SE/4 of Section 35 NW/4 of Section 36

and such other, etc

(s) Extend the Young Pool boundary in Lea County, New Mexico, to include therein:

Twp. 18 South, Range 32 East S/2 SW/4 of Section 9 N/2 NE/4 of Section 17

Providing further -