

Case No.

2606

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Application, Transcript,  
and Exhibits, Etc.

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

State of New Mexico  
**Oil Conservation Commission**

LAND COMMISSIONER  
E. S. JOHNNY WALKER  
MEMBER



P. O. BOX 871  
SANTA FE

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

August 2, 1962

Mr. Joe R. Howard  
205 V & J Tower Building  
Midland, Texas

Re: CASE NO. 2606  
ORDER NO. R-2301  
APPLICANT:  
Texas Crude Oil Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

lr/

Carbon copy of order also sent to:

Hobbs OCC   x    
Artesia OCC         
Aztec OCC       

OTHER

- CASE 2607: Application of Newmont Oil Company for special rules for its Square Lake Pool Waterflood Project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an amendment of Orders Nos. R-1110, R-1110-A, R-1110-B and R-1110-C defining the horizontal limits of its Square Lake Pool Waterflood Project in Eddy County, New Mexico, establishing rules for the expansion of said waterflood project, and providing for capacity allowables in said project area.
- CASE 2608: Application of Southwest Production Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a gas proration unit comprising the S/2 of Section 5, Township 30 North, Range 11 West, Basin-Dakota Gas Pool, San Juan County, New Mexico.
- CASE 2609: Application of Southwest Production Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a gas proration unit comprising the E/2 of Section 8, Township 30 North, Range 11 West, Basin-Dakota Gas Pool, San Juan County, New Mexico.
- CASE 2610: Application of Southwest Production Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a gas proration unit comprising the E/2 of Section 9, Township 30 North, Range 11 West, Basin-Dakota Gas Pool, San Juan County, New Mexico.
- CASE 2611: Application of Southwest Production Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a gas proration unit comprising the W/2 of Section 9, Township 30 North, Range 11 West, Basin-Dakota Gas Pool, San Juan County, New Mexico.

DOCKET: EXAMINER HEARING - THURSDAY, JULY 26, 1962

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, as alternate examiner:

- CASE 2603: Application of Pan American Petroleum Corporation for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in a gas proration unit comprising the S/2 of Section 30, Township 29 North, Range 10 West, Basin-Dakota Gas Pool, San Juan County, New Mexico.
- CASE 2604: Application of Sunray DX Oil Company for permission to dispose of salt water, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks permission to dispose of salt water into the San Andres formation through its Nancy Watson Well No. 2, located 1980 feet from the South line and 660 feet from the West line of Section 31, Township 8 South, Range 34 East, Roosevelt County, New Mexico.
- CASE 2605: Application of Amerada Petroleum Corporation for approval of a quadruple completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to complete its L. G. Warlick "A" Well No. 2 located in Unit J of Section 19, Township 21 South, Range 37 East, Lea County, New Mexico, as a quadruple completion (tubingless) in the Penrose-Skelly, Paddock, Blinebry, and Drinkard Pools, with the production of oil from all zones to be through parallel strings of 2 7/8-inch casing cemented in a common well bore.
- CASE 2606: Application of Texas Crude Oil Company for permission to directionally drill, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to directionally drill its Ohio State Well No. 1-22. Said well has a surface location 1980 feet from the North line and 1980 feet from the West line of Section 22, Township 10 South, Range 36 East, Lea County; the proposed bottom-hole location of said well will be in the South Crossroads-Devonian Pool at a point 1650 feet from the North line and 1980 feet from the West line of said Section 22.

MAIL OFFICE 0000

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*Texas Crude Oil Company*  
205 V & J Tower Building  
Midland, Texas

July 27, 1962

*Carl*

Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Attention: Elvis A. Utz

Gentlemen:

This is to acknowledge your letter of July 20, 1962, informing us of new field rules for the South Cross-roads-Devonian Pool, Lea County, New Mexico. Since Rule 3 of Order R-2284 stipulates that a well must be located within 150 feet of the center of either quarter section in the 80-acre tract, Texas Crude Oil Company withdraws their request to directional drill their Ohio State Well 1-22 as outlined in Case 2506.

Yours very truly,

TEXAS CRUDE OIL COMPANY

*Joe R. Howard*  
Joe R. Howard

pf

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

July 20, 1962

C  
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Y  
  
Texas Crude Oil Company  
205 V & T Tower Building  
Midland, Texas

Re: Case No. 2606  
July 26th Examiner Hearing

Gentlemen:

I am sending you a copy of Order No. R-2284 which is the Special Pool Rules of the South Crossroads, Devonian Oil Pool. I thought you might like to have this information so that you may judge your actions in the above mentioned case accordingly.

Very truly yours,

ELVIS A. UTZ  
Gas Engineer

EAU/og

*Case 2606*

Texas Crude Oil Company

205 V & J Tower Building

Midland, Texas

July 2, 1962

Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Gentlemen:

Joe D. Ramey, Supervisor for District 1 has advised us to contact your office concerning one of our wells in the South Crossroads (Devonian) Pool of Lea County, New Mexico.

Texas Crude Oil Company is considering directionally drilling our Ohio State 1-22 Well located 1980' FN and WL of Section 22, T-10-S, R-36-E. This well is producing from open hole section 12,284-12,295' and is averaging 15-20 BOPD and 800-900 BSWPD with a Kobe Casing Pump.

Plans are to plug off the existing producing zone, pull the 5½" casing from approximately 9400', set a whipstock at approximately 9000' and drill a new hole that will total depth 330' north of the present location. This would make the new location 1980' FWL and 1650' FNL of Section 22, which would still be a normal location.

It is our understanding that the Oil Conservation Commission Rules and Regulations stipulate that any time a well is purposely deviated, it is then necessary to clear this matter in a hearing before commencing operations. Texas Crude Oil Company requests that a hearing be scheduled so that we may present the necessary information to have this work approved.

Yours very truly,

TEXAS CRUDE OIL COMPANY

*Joe R. Howard*  
Joe R. Howard

pf

*Decker*  
*Mohr*  
*7/12/62*

**CLASS OF SERVICE**

This is a fast message unless its deferred character is indicated by the proper symbol.

# WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-60)

**SYMBOLS**

DL=Day Letter

NL=Night Letter

LT=International Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination

LA167 DC297

1962 JUL 25 PM 4 20

D MDA137 PD=FAX MIDLAND TEX 25 435P CST=

ELVIS A QTZ=

OIL CONSERVATION COMM SANTA FE NMEX=

TEXAS CRUDE OIL COMPANY WISHES TO WITHDRAW THEIR  
APPLICATION AS STATED IN CASE #2606. LETTER FOLLOWS=

JOE R HOWARD TEXAS CRUDE OIL CO==

1962 JUL 25 PM 4 31

MAIN OFFICE 000

#2606...

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE



Case 2606

Decd. 7-26-62

Rec. 7-30-62

1. Grant Dismissal as requested  
by applicant, Texas Cud Oil Co.

Thos. G. McF.

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. 2606  
Order No. R-2301

APPLICATION OF TEXAS CRUDE OIL COMPANY  
FOR PERMISSION TO DIRECTIONALLY DRILL,  
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 26, 1962, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 2nd day of August, 1962, the Commission, a quorum being present, having considered the application and the recommendations of the Examiner, Elvis A. Utz, 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 applicant, Texas Crude Oil Company, has requested that Case No. 2606 be dismissed.

IT IS THEREFORE ORDERED:

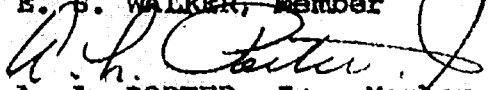
That Case No. 2606 is hereby dismissed.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
EDWIN L. MECHEM, Chairman

  
E. S. WALKER, Member

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

esr/

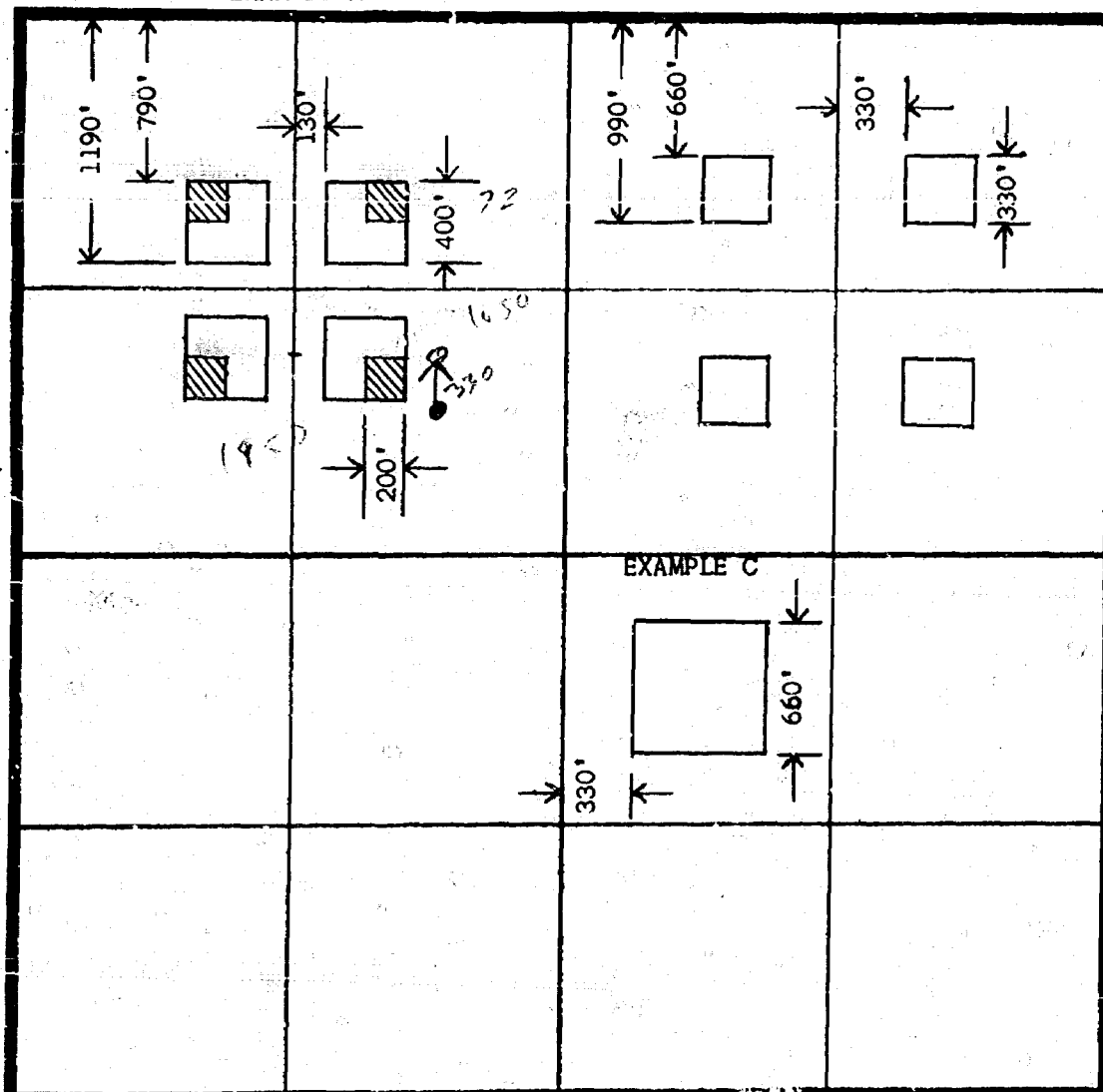
2-105-300

# STANDARD OIL AND GAS WELL LOCATIONS IN NEW MEXICO ACCORDING TO RULE 104 OF THE GENERAL RULES AND REGULATIONS

Sec \_\_\_\_\_ Township No. \_\_\_\_\_ of Range No. \_\_\_\_\_

EXAMPLE A

EXAMPLE B



EXAMPLE A - Shows Standard Gas Well location in San Juan, Rio Arriba and Sandoval Counties. 200' crosshatched square shows portion of 400' square which is a standard location for oil or gas wells. These locations may be used in any quarter section.

EXAMPLE B - Shows standard gas well location for the State, except San Juan, Rio Arriba and Sandoval Counties. These locations may be used in any quarter section.

EXAMPLE C - Shows Standard Oil Well location for the State. This location may be used for a wildcat oil or gas well except in San Juan, Rio Arriba and Sandoval Counties. This location may be used in any quarter quarter section.

11/19/56

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico

July 26, 1962

EXAMINER HEARING

IN THE MATTER OF:

Application of Texas Crude Oil Company for permission to directionally drill, Lea County, New Mexico. Applicant, in the above-styled cause, seeks permission to directionally drill its Ohio State Well No. 1-22. Said well has a surface location 1980 feet from the North line and 1980 feet from the West line of Section 22, Township 10 South, Range 36 East, Lea County; the proposed bottom-hole location of said well will be in the South Crossroads-Devonian Pool at a point 1650 feet from the North line and 1980 feet from the West line of said Section 22.

CASE NO.  
2606

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

MR. UTZ: The Hearing will come to order, please. The first case on the docket will be 2606.

MR. DURRETT: Application of Texas Crude Oil Company for permission to directionally drill, Lea County, New Mexico.

Mr. Examiner, I have a telegram here we have received from Texas Crude Oil Company that I would like to read into the record at this time.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

FARMINGTON, N. M.  
PHONE 325-1162

ALBUQUERQUE, N. M.  
PHONE 243-6691



MR. UTZ: You may proceed.

MR. DURRETT: "Texas Crude Oil Company wishes to withdraw their application as stated in Case No. 2606. Letter follows.

J. R. Howard, Texas Crude Oil Company."

MR. UTZ: Case 2606 will be dismissed as requested by the Applicant.

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DEARNLEY-MEIER REPORTING SERVICE, Inc.

ALBUQUERQUE, N. M.  
PHONE 243-6691

FARMINGTON, N. M.  
PHONE 325-1182



DEARNLEY-MEIER REPORTING SERVICE, Inc.

FARMINGTON, N. M.  
PHONE 325-1182

ALBUQUERQUE, N. M.  
PHONE 243-6691

STATE OF NEW MEXICO )  
COUNTY OF BERNALILLO ) 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 was reported by me in stenotype and that the same was reduced to typewritten transcript under my personal supervision and contains a true and correct record of said proceedings, to the best of my knowledge, skill and ability.

*Marianne Meier*  
NOTARY PUBLIC

My Commission Expires:

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 2606, heard by me on July 26, 1962.

*Shirley D. O'Neil*, Examiner  
New Mexico Oil Conservation Commission

