

CASE 3207: Application of SAUL A.  
YAGER, ET AL., for amendment of  
ORDER NO. R-2827 & pool rules.

*For Amendment*

CASE NO.

3207

Application,

TRANSCRIPTS,

SMALL Exhibits

ETC.

GOVERNOR  
JACK M. CAMPBELL  
CHAIRMAN

State of New Mexico  
**Oil Conservation Commission**



LAND COMMISSIONER  
GUYTON B. HAYS  
MEMBER

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

P. O. BOX 2088  
SANTA FE

**March 25, 1965**

**Mr. John Russell  
Attorney at Law  
Post Office Drawer 640  
Roswell, New Mexico**

Re: Case No. 3207  
Order No. R-2885  
Applicant:  
Saul A. Yager, et al.

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.*  
A. L. PORTER, Jr.  
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC       

Aztec OCC       

OTHER Mr. Richard Morris, Mr. George H. Hunker and Donald Pray

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. 3207  
Order No. R-2885

APPLICATION OF SAUL A. YAGER, ET AL.,  
FOR AMENDMENT OF ORDER NO. R-2827 AND  
FOR SPECIAL POOL RULES, LEA COUNTY,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 17, 1965, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 25th day of March, 1965, the Commission, a quorum being present, having considered the record, and being fully advised in the premises,

FINDS:

That the applicants' request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 3207 is hereby dismissed.

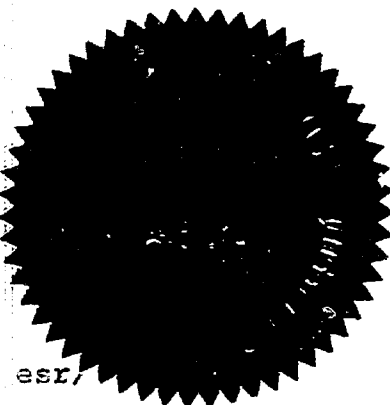
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*Jack M. Campbell*  
JACK M. CAMPBELL, Chairman

*Guyton B. Hays*  
GUYTON B. HAYS, Member

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



esr/

DOCKET: REGULAR HEARING - WEDNESDAY - MARCH 17, 1965

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

- ALLOWABLE: (1) Consideration of the oil allowable for April, 1965.
- (2) Consideration of the allowable production of gas for April, 1965, from ten prorated pools in Lea and Eddy Counties, New Mexico, also consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for April, 1965.

CASE 3158: (Continued from the February 17, 1965, Regular Hearing)  
Application of The Pure Oil Company for the creation of a new gas pool and for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Wolfcamp gas pool for its Red Hills Unit Well No. 1 located 330 feet from the South line and 2310 feet from the East line of Section 32, Township 25 South, Range 33 East, Lea County, New Mexico, and the promulgation of special pool rules including a provision for 640-acre spacing.

CASE 3159: (Continued from the February 17, 1965, Regular Hearing)  
Application of The Pure Oil Company for the creation of a new gas pool and for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Pennsylvanian gas pool for its Red Hills Unit Well No. 1 located 330 feet from the South line and 2310 feet from the East line of Section 32, Township 25 South, Range 33 East, Lea County, New Mexico, and the promulgation of special pool rules including a provision for 640-acre spacing.

CASE 3207: (Continued from the February 17, 1965, Regular Hearing)  
Application of Saul A. Yager, et al., for amendment of Order No. R-2827 and for special pool rules, Lea County, New Mexico. Applicants, Saul A. Yager, Barbara A. Witten, Jerald M. Schuman, Avrome Schuman, J. Harold Schuman and Earl Schuman, seek amendment of Order No. R-2827 to create new gas pools for the Atoka, Strawn, and Morrow zones of the Pennsylvanian formation in The Pure Oil Company Red Hills Unit Well No. 1 located 330 feet from the South line and 2310 feet from the East line of Section 32, Township 25 South, Range 33 East, Lea County, New Mexico, with horizontal limits of each pool comprising the horizontal limits established for the Red Hills Pennsylvanian Gas Pool by Order No. R-2827.

Saul A. Yager, et al., request that each pool be governed by Rule 104 of the general rules and regulations, including 320-acre spacing and well locations.

The Pure Oil Company requests the promulgation of special pool rules, including provisions for 640-acre spacing and well locations for each pool, in the event that new pools are created.

CASE 3208: (Continued from the February 17, 1965, Regular Hearing)  
Application of Saul A. Yager, et al., for the creation of a new gas pool, and for special pool rules, Lea County, New Mexico. Applicants, Saul A. Yager, Barbara A. Witten, Jerald M. Schuman, Avrome Schuman, J. Harold Schuman and Earl Schuman, seek the creation of a new Devonian gas pool for The Pure Oil Company Red Hills Unit Well No. 1 located 330 feet from the South line and 2310 feet from the East line of Section 32, Township 25 South, Range 33 East, with the vertical limits of the pool comprising

March 17, 1965 Regular Hearing

Case 3208 continued:

the Devonian formation and the horizontal limits comprising all of Sections 31, 32 and 33, Township 25 South, Range 33 East, and all of Sections 4, 5 and 6, Township 26 South, Range 33 East, Lea County, New Mexico.

Saul A. Yager, et al., request that the subject pool be governed by Rule 104 of the general rules and regulations, including 320-acre spacing and well locations.

The Pure Oil Company concurs in the request for creation of a new gas pool and requests the promulgation of special pool rules, including a provision for 640-acre spacing and well locations.

CASE 3220: Southeastern New Mexico nomenclature case calling for an order for the creation, extension and contraction of certain pools in Lea, Chaves and Roosevelt Counties, New Mexico:

a) CREATE A new gas pool for Morrow production, designated as the Berry-Morrow Gas Pool, and described as:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM  
SECTION 7: S/2

b) CREATE A new gas pool for Morrow production, designated as the Csudo-Morrow Gas Pool, and described as:

TOWNSHIP 20 SOUTH, RANGE 36 EAST, NMPM  
SECTION 31: E/2

c) CREATE A new gas pool for Pennsylvanian production, designated as the South Wilson-Pennsylvanian Gas Pool, and described as:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM  
SECTION 23: W/2

d) EXTEND the North Bagley-Upper Pennsylvanian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
SECTION 22: NW/4 and S/2 SE/4  
SECTION 27: NE/4

e) EXTEND the Blinebry Oil Pool to include:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM  
SECTION 20: NW/4

f) EXTEND the Bluitt-San Andres Gas Pool to include:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM  
SECTION 9: N/2  
SECTION 10: N/2  
SECTION 11: NW/4

March 17, 1965 Regular Hearing

- g) EXTEND the East Caprock-Devonian Pool to include:

TOWNSHIP 12 SOUTH, RANGE 32 EAST, NMPM  
SECTION 23: NW/4

- h) EXTEND the Caprock-Queen Pool to include:

TOWNSHIP 15 SOUTH, RANGE 31 EAST, NMPM  
SECTION 3: SE/4 and E/2 SW/4

- i) EXTEND the Drinkard Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM  
SECTION 19: N/2 NW/4

- j) EXTEND the Goodwin-Drinkard Pool to include:

TOWNSHIP 18 SOUTH, RANGE 37 EAST, NMPM  
SECTION 30: SW/4

- k) EXTEND the Inbe-Pennsylvanian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
SECTION 1: SE/4

- l) EXTEND the West Kemnitz-Lower Wolfcamp Pool to include:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM  
SECTION 31: W/2 NW/4

- m) EXTEND the Mescalero-San Andres Pool to include:

TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM  
SECTION 26: NW/4

- n) EXTEND the Monument-Tubb Pool to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM  
SECTION 14: W/2 NW/4

- o) EXTEND the Sawyer-San Andres Gas Pool to include:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM  
SECTION 13: E/2

TOWNSHIP 9 SOUTH, RANGE 38 EAST, NMPM  
SECTION 20: All

- p) EXTEND the Tubb Gas Pool to include:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM  
SECTION 20: NW/4

- q) EXTEND the Vacuum-Yates Gas Pool to include:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM  
SECTION 35: SW/4

- r) CONTRACT the vertical limits of the South Tulk-Wolfcamp Pool to include only the Upper Wolfcamp formation from 9,610 feet to 10,240 feet on the log of the Great Western Town Well No. 1, located 660 feet from the North line and 1980 feet from the West line of Section 18, Township 15 South, Range 35 East, Lea County, New Mexico. Further, to redesignate said pool as the South Tulk-Upper Wolfcamp Pool.

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BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

IN THE MATTER OF THE APPLICATION  
OF SAUL A. YAGER, ET AL, FOR AN  
AMENDMENT OF ORDER NO. R-2827,  
CASE NO. 3159, AND FOR THE CRE-  
ATION OF THE RED HILLS-ATOKA,  
STRAWN AND MORROW GAS POOLS AND FOR  
THE ESTABLISHMENT OF SPECIAL RULES  
AND REGULATIONS FOR SAID POOLS.

Case No. 3207

R E S P O N S E

Comes now The Pure Oil Company by its attorneys and states:

1. By Order No. R-2827 entered in Case No. 3159 on  
December 7, 1964, the New Mexico Oil Conservation Commission  
created the Red Hills-Pennsylvanian Gas Pool with vertical limits  
comprising the Pennsylvanian formation and with horizontal limits  
as follows:

Township 25 South, Range 33 East  
Lea County, New Mexico

Section 31: All  
Section 32: All  
Section 33: All

Township 26 South, Range 33 East  
Lea County, New Mexico

Section 4: All  
Section 5: All  
Section 6: All

2. Hearing upon special rules and regulations for said  
pool was continued from the original examiner hearing on  
November 24, 1964 to an examiner hearing on January 6, 1965 and  
from that hearing to the regular Commission hearing on January 13,  
1965 and from then to the regular Commission hearing on February  
17, 1965. At the hearing on February 17, 1965, The Pure Oil  
Company intends to present evidence in support of its original

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Date 3-5-65

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Date 2-3-65

application for the establishment of temporary special rules and regulations for the Red Hills-Pennsylvanian Gas Pool notwithstanding the application in this case to subdivide the Pennsylvanian formation into three separate pools.

3. In the event the Commission should look favorably upon the application in this case and create three separate gas pools within the Pennsylvanian formation, temporary special rules and regulations for each of said pools should be established providing for 640-acre spacing units and well location requirements in conformity with the special rules and regulations established for the Red Hills-Wolf Camp and Red Hills-Devonian Gas Pools.

WHEREFORE, The Pure Oil Company requests consideration of special rules and regulations for the Red Hills-Atoka, Strawn and Morrow Gas Pools, including provisions for 640-acre spacing and well location requirements, be included within the notice to be given in this case; and that in the event the Commission should create three separate gas pools within the Pennsylvanian formation as requested by the application herein, special rules and regulations for each pool be established as requested herein.

SETH, MONTGOMERY, FEDERICI & ANDREWS

By Richard S. Morris  
Attorneys for The Pure Oil Company

350 East Palace Avenue  
Santa Fe, New Mexico

CERTIFICATE OF MAILING

The undersigned hereby certifies that he has on this 28<sup>th</sup> day of January, 1965, caused a true and correct copy of the foregoing Response to be mailed to Mr. George H. Hunker, P. O. Box 2086, Roswell, New Mexico, Mr. John F. Russell, Security National

Bank Building, Roswell, New Mexico, and Mr. Donald E. Pray,  
Petroleum Club Building, Tulsa, Oklahoma, attorneys for Saul A.  
Yager, et al.

Richard S. Morris

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF )  
SAUL A. YAGER, BARBARA A. WITTEN, )  
JERALD M. SCHUMAN, AVROME SCHUMAN, )  
J. HAROLD SCHUMAN AND EARL SCHUMAN )  
FOR AN ORDER AMENDING ORDER NO. R-2827 )  
ENTERED IN CASE NO. 3159 TO CREATE AND )  
ESTABLISH NEW GAS POOLS FOR THE ATOKA, )  
STRAWN AND MORROW ZONES OF THE PENN- )  
SYLVANIAN FORMATION AND ESTABLISHING )  
RULES AND REGULATIONS FOR SAID POOLS. )

No. 3207

APPLICATION

COME NOW Applicants, Saul A. Yager, Barbara A. Witten, Jerald M. Schuman, Avrome Schuman, J. Harold Schuman and Earl Schuman, by their attorneys, George H. Hunker, Jr., John F. Russell and Donald E. Pray, and state:

1. That Applicants are working interest owners or royalty interest owners under certain of the lands within the horizontal limits of the Red Hills-Pennsylvanian Gas Pool created by Order No. R-2827 entered in Case No. 3159 on December 7, 1964.

2. The Pure Oil Company has completed its Red Hills Unit Well No. 1 located 330 feet from the South line and 2310 feet from the East line of Section 32, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico.

3. That said well and other information to be presented at the hearing establishes that the Atoka, Strawn and Morrow zones of the Pennsylvanian formation are separate common sources of supply which should be designated as separate gas pools.

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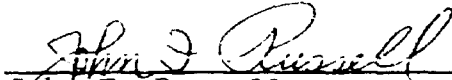
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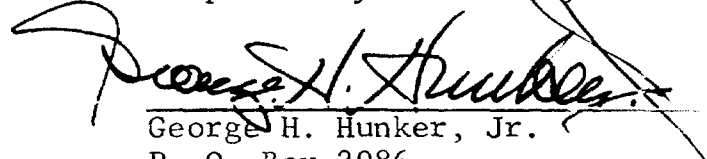
4. That in conformity with the practices of the Commission, separate gas pools should be created, defined and classified, covering the aforesaid zones of the Pennsylvanian formation.


5. That the probable areal extent of the common sources of supply is the same as the horizontal limits established for the Red Hills-Pennsylvanian Gas Pool by Order No. R-2827 entered in Case No. 3159, and to prevent waste and to protect correlative rights, proration units should be established in conformity with the present rules and regulations of the Commission.

WHEREFORE, Applicants request the Commission to set this matter down for hearing before one of its examiners, to publish notice as required by law and, after hearing, issue its order creating and designating new gas pools as prayed for herein, and to provide for the orderly development of the common sources of supply in accordance with present existing rules and regulations.

Respectfully submitted,

  
John F. Russell  
P. O. Drawer 640  
Roswell, New Mexico 88201

  
George H. Hunker, Jr.  
P. O. Box 2086  
Roswell, New Mexico 88201

  
Donald E. Pray  
600 Petroleum Club Building  
Tulsa, Oklahoma 74119

ATTORNEYS FOR APPLICANTS