

Send copy of docket to. Owen & Marron, attorny 406 Sandie Savingo Building allrequerque, New Mexico 8%02

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5 6 7 7 8 9	IN THE MATTER OF: Application of Palmer Oil & Gas Company ) CASE for compulsory pooling, San Juan County, ) 5904 New Mexico. BEFORE: Richard L. Stamets, Examiner						
10 10 11 11 11 11 12 13 13 14 14 14 15 16 17 18 19 20 21 18 19 20 21 21 22 21 22 21 22 22 24 23 24 25	TRANSCRIPT OF HEARING <u>A P P E A R A N C E S</u> For the New Mexico Oil Lynn Teschendorf, Esq. Conservation Commission: Legal Counsel for the Commission State Land Office Building Santa Fe, New Mexico						

	Page2 MR. STAMETS: We will call next Case 5904.
	2 MS. TESCHENDORF: Case 5904, application of Palmer
	3 Oil & Gas Company for compulsory pooling, San Juan County,
	A New Mexico.
	5 The applicant has requested that the Commission
	6 dismiss the case.
	MR. STAMETS: Case 5904 will be dismissed.
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# REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a Certified Shorthand Reporter,
do hereby certify that the foregoing and attached Transcript
of Hearing before the New Mexico Oil Conservation Commission
was reported by me, and the same is a true and correct record
of the said proceedings to the best of my knowledge, skill and
ability.

Mprrish, Sidney F. с.

i do noreby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 5904, heard by Do changes in the foregoing in the examiner hearing of Case No. 5904, heard by Do changes in the proceedings in the Examiner hearing of Case No. 5904, heard by Do changes in the proceedings in the Examiner hearing of Case No. 5904, heard by Do changes in the proceedings in the Examiner hearing of Case No. 5904, heard by Do changes in the proceedings in the Examiner hearing of Case No. 5904, heart by Do changes in the proceedings in the proceedings in the Examiner hearing of Case No. 5904, heart by Do changes in the proceedings in the proceedi

Q Examiner New Merico Oil Conservation Commission

**Sid morrish reporting service** *General Court Reporting Service* 825 Calle Mejis, No. 122, Santa Fe, New Mexico 8 Phone (505) 962-9212

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Page 1 BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico 2 April 20, 1977 3 EXAMINER HEARING 4 5 IN THE MATTER OF: 6 Application of Palmer Oil & Gas Company ) CASE 18 for compulsory pooling, San Juan County,) 5904 7 New Mexico. ) 8 9 87501 BEFORE: Richard L. Stamets, Examiner morrish reporting service 8 10 TRANSCRIPT OF HEARING 11 R. General Court Reporting Se Mejin, No. 122, Santa Fe, Ne Phone (505) 982-9212 12 APPEARANCES 13 Lynn Teschendorf, Esq. For the New Mexico Oil Legal Counsel for the Commission Conservation Commission: 14 State Land Office Building Santa Fe, New Mexico 15 sid 825 Calle | 16 17 18 19 20 21 22 23 24 25

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	5. .æ.*		1		MR. STAMETS: We will call next Case 5904.	
			2		MS. TESCHENDORF: Case 5904; application of Palmer	
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			5		The applicant has requested that the case be	
			6	continue	d to the May 11th Examiner Hearing.	
			7		MR. STAMETS: Case 5904 will be continued to	
`	H			May 11.	MA. DIAMBID. Case 3904 WIII De Concindea Co	
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# **OIL CONSERVATION COMMISSION**

STATE OF NEW MEXICO P. O. BOX 2088 - SANTA FE 87501



DIRECTOR JOE D. RAMEY LAND COMMISSIONER PHIL R. LUCERO May 25, 1977 STATE GEOLOGIST EMERY C. ARNOLD

Mr. Jason Kellahin Kellahin & Fox Attorneys at Law Post Office Box 1769 Santa Fe, New Mexico

CASE NO.

Applicant:

ORDER NO. R-5426

Palmer Oil & Gas Company

5904

Dear Sir:

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

Re:

Yours very truly, JOE D. RAMEY Director

JDR/fd

Copy of order also sent to:

Hobbs OCCXArtesia OCCXAztec OCCX

Other Dan A. McKinnon, III

# 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. 5904 Order No. R-5426

APPLICATION OF PALMER OIL & GAS COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

# BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 11, 1977, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <sup>24th</sup> day of May, 1977, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

dr/

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 5904 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION LAW OFFICES OF

OWEN B. MARRON DAN A. MCKINNON, III MARRON & MOKINNON 406 SANDIA SAVINGS BUILDING 400 GOLD AVENUE, S.W. ALBUQUERQUE, NEW MEXICO 87102

TELEPHONE 247-4051 AREA CODE 505

6 April 1977

Cases 5904 5905 5906

Mr. Joe D. Ramey, Secretary/Director Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Re: Palmer Oil & Gas Co. - Mizel: Forced Pooling Proceeding

Dear Mr. Ramey:

Yesterday our firm was retained to represent the interests of Sam Mizel, Harriette Mizel, Larry Mizel, Stephen Mizel and Morris Mizel, all of whom reside outside of the State of New Mexico and who are parties to the referenced proceeding. We have been advised that a hearing before the Commission is set for 20 April 1977 and are therefore requesting a postponement thereof for the following reasons:

1. Mr. Marron and I will be in trial for at least two days commencing on 19 April of a matter in our local District Court, which has been pending for a number of months.

2. Since we were retained only yesterday, we will need additional time within which to adequately prepare for the hearing.

By copy of this letter to Mr. Kellahin, who is attorney for Palmer Oil and Gas Company, we are advising him of our request for a postponement.

Sincerely,

DAN A. MCKINNON, III

DAMcK:rbp

Cc Jason W. Kellahin Attorney at Law P. O. Box 1769 Santa Fe, New Mexico 87501

Dockets Nos. 15-77 and 16-77 are tentatively set for hearing on May 11 and May 25, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: EXAMINER HFARING - WEDNESDAY - APRIL 20, 1977

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allowable production of gas for May, 1977, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

> (2) Consideration of the allowable production of gas for May, 1977, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

#### CASE 5872: (Reopened)

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In the matter of Case 5872 being reopened pursuant to the provisions of Order No. R-5373 which order suspended Rules 15(A) and 15(B) of the General Rules for Prorated Gas Pools as promulgated by Order No. R-1670, as emended, to permit overproduced wells to continue to produce gas during the present severe weather conditions without danger of being shut in for overproduction. All interested parties may appear and show cause why said suspension should not rescinded. Also to be considered will be the matter of final disposition of overproduction accrued during the period of suspension of Rules 15(A) and 15(B); and what, if any, special consideration should be given to underproduction accrued to gas wells during the period of suspension of said rules.

#### CASE 5888: (Continued from March 23, 1977, Examiner Hearing)

Application of Dalport Oil Corporation for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its A. L. Christmas Well No. 3 to be drilled 330 feet from the South line and 2310 feet from the East line of Section 25, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

- Application of Gulf Oil Corporation for a non-standard proration unit and simultaneous dedication, CASE 5901: Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 400-acre nonstandard gas proration unit comprising the SE/4 of Section 8, and the E/2 NN/4 and NE/4 of Section 17, Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to applicant's Theodore Anderson Wells Nos. 1 and 4, located at unorthodox locations in Unit O of said Section 8 and Unit B of said Section 17, respectively.
- Application of Amoco Production Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Apple Draw Unit Area comprising 3240 acres, more or less, of Federal, State, and Fee lands in Township 25 South, Range 27 East, Eddy County, CASE 5902: New Mexico.
- Application of Maddox Energy Corporation for an unorthodox location, Eddy County, New Mexico. CASE 5903: Applicant, in the above-styled cause, seeks approval for the unorthodox location of a gas well to be drilled at a point 2310 feet from the South line and 1650 feet from the West line of Section 9, Township 18 South, Range 26 East, Atoka-Pennsylvanian Gas Pcol, Eddy County, New Merico.
- CASE 5639: (Reopened)

In the matter of Case 5639 being reopened pursuant to the provisions of Order No. R-5173, which order established temporary special pool rules for the South Maljamar-Strawn Pool, Lea County, New Mexico. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 5904:

(This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Fruitland and Pictured Cliffs formations underlying the NE/4 and/or SE/4 of Section 20, Township 32 North, Range 6 West, San Juan County, New Mexico, and in the Mesaverde and Dakota formations underlying the E/2 of said Section 20, the above-described lands to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling as d well.

Examiner Hering - Wednesday - April 20, 1977

### CASE 5905: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SF/4 and the E/2 SW/4 of Section 3, and the NW/4 of Section 10, and all mineral interests in the Pictured Cliffs and Fruitland formations underlying the NW/4 of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1800 feet from the North line and 850 feet from the West Line of said Section 1C. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5906: (This Case will be continued to the May 11, 1977, Examiner Henring)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SW/4 of Section 2, the E/2 SE/4 of Section 3, and the NE/4 of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1525 feet from the North line and 1850 feet from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- <u>CASE 5907</u>: Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Papers Wash-Entrada Oil Pool, McKipley County, New Mexico.
- CASE 5908: Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Ojo Encino-Entrada Cil Pool, McKinley County, New Mexico.
- CASE 5909: Application of Dome Petroleum Corporation for pool creation and special depth bracket allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the Snake Eyes-Entrada Oil Pool in Section 20, Township 21 North, Range 8 West, San Juan County, New Mexico, and the establishment of a special depth bracket allowable of 750 barrels of oil per day for said pool.
- CASE 5910: Application of Yates Petroleum Corporation for gas pool creations and downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of three Pennsylvanian gas pools in Townships 17 and 18 South, Ranges 24, 25, and 26 East, Eddy County, New Mexico, including the Richard Knob- and East Eagle Creek-Lower Penn Gas Pools with provisions in each for commingling Strawn, Atoka, and Morrow production in the wellbores of wells drilled therein, and the Eagle Creek Permo-Penn Gas Pool with provision for commingling Wolfcamp, Cisco, Canyon, and Strawn production in the wellbores of wells drilled therein.
- CASE 5898: (Continued from April 6, 1977, Examiner Hearing)

Application of Chace Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Ballard-Pictured Cliffs and South Lindrith Gallup-Dakota production in the wellbore of its Jicarilla 70 Well No. 3 located in Unit C of Section 33, Township 24 North, Range 4 West, Rio Arriba County, New Mexico. In the alternative, applicant sceks authority to commingle said production at the surface without prior measurement and waiver of the gas-oil ratio test requirement.

CASE 5911: Application of Odessa Natural Gas Company for special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the adoption of special pool rules for the Chacon-Dakota Oil Pool, Rio Arriba County, New Mexico, to provide for 160-acre spacing for oil wells and for reclassification of wells from oil to gas and the removal of such gas wells to the Basin-Dakota Pool. Examiner Hearing - Wednesday - April 20, 1977 -3-

#### CASE 5629: (Reopened)

In the matter of Case 5629 being reopened pursuant to the provisions of Order No. R-5192, which order established temporary special pool rules for the Chacon-Dakota Oil Pool, Rio Arriba and Sandoval Counties, New Mexico. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

# CASE 5889: (Continued & Readvertised)

Application of Saturn Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down to and including the Abo formation underlying the NE/4 SE/4 of Section 11, Township 23 South, Range 37 East, Lea County, New Mexico, to be dedicated to its Lineberry Well No. 1 located in Unit I of said Section; and underlying the NW/4 SE/4 of said Section 11 to be dedicated to its Lineberry Well No. 2 located in Unit J of said Section. In the event re-entry into either well is unsuccessful, applicant proposes to drill a replacement well at a standard location on its tracts. Also to be considered will be the costs of recompletion or drilling and completing said wells and the allocation of the costs thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the wells and a charge for risk involved in recompletion or drilling of said wells. JASON W, RELLAHIN ROBERT E. FOX W. THOMAS KELLAMIN KELLAHIN AND FOX ATTORNEYS AT LAW BOD DON GASPAR AVENUE POST OFFICE BOX 1784 SANTA FE, NEW MEXICO 87601

Nay 2, 1977

TELEPHONE 982-4315 Area Code 505

Mr. Dan Nutter New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Re: Palmer Oil & Gas Company

Dear Dan:

On behalf of Palmer Oil & Gas Company, please withdraw and cancel the following applications which are scheduled for hearing on May 11, 1977: NMOCC 5904, 5905 and 5906.

Very truly yours,

W. Thomas Kellahin

CC: Donald K. Roberts, Palmer Oil Lionel E. Z. Cohen, Esq.

WTK:kfm

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Dockets Nos. 17-77 and 18-77 are tentatively set for hearing on May 25 and June 8, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

### DOCKET: COMMISSION HEARING - THURSDAY - MAY 5, 1977

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

CASE 5912: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the establishment of categories of plugging bonds, including blanket bonds not exceeding \$50,000, and one-well bonds in amounts determined sufficient to reasonably pay the cost of plugging the wells covered by each bond. Also to be considered will be the exclusion from future bond forms of provisions conditioning performance on recompense for damages to livestock, range, water, crops or tangible improvements. Also to be considered will be the amendment of Rule 101 of Cormission Rules and Regulations concerning the above provisions.

. Docket No. 16-77

#### DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 11, 19/7

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

The following cases will be heard before Paniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allowable production of gas for June, 1977, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

(2) Consideration of the allowable production of gas for June, 1977, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 5913: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Kent Shannon, American Employers' Insurance Company, and all other interested parties to appear and show cause why the following wells in Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

> Ki Lonesome Well No. 1, located in Unit D of Section 32, Township 8 South, Range 27 East; El Paso Well No. 1, located in Unit M of Section 36, Township 10 South, Range 26 East; and Karma Well No. 1, located in Unit O of Section 16, Township 10 South, Range 27 East.

CASE 5914: Application of Atlantic Richfield Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Wimberly WN Well No. 11, to be located 990 feet from the North line and 1490 feet from the West line of Section 24, Township 25 South, Range 37 East, Justis-Fusselman Pool, Lea County, New Mexico.

CASE 5915: Application of C. W. Trainer for directional drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the directional drilling of his Boyd Well No. 1, the surface location of which would be 830 feet from the South line and 2130 feet from the West line of Section 13, Township 20 South, Range 32 East, Lea County, New Mexico. Applicant proposes to vertically drill said well to a depth of from 5100 feet to 7900 feet and to then directionally drill in a southerly direction, bottoming said well in the Morrow formation at a true vertical depth of approximately 13,500 feet within 200 feet of the center of Unit F of Section 24, Township 20 South, Range 32 East. The N/2 of said Section 24 would be dedicated to the well.

CASE 5916: Application of Marathon Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of North Vacuum-Abo, Vacuum-Wolfcamp and Vacuum Upper-Pennsylvanian production in the wellbore of its McCallister State Well No. 7 located in Unit N of Section 25, Township 17 South, Range 34 East, Lea County, New Mexico.

CASE 5917: Application of Hanagan Pet. Corp. for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Round Mountain Well No. 1, to be located 2310 feet from the North line and 660 feet from the East line of Section 34, Township 21 South, Range 25 East, Catclaw Draw-Morrow Cas Pool, Eddy County, New Mexico, all of said Section 34 to be dedicated to the well.

CASE 5918: Application of Marbob Energy Corporation for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its NG Phillips State Well No. 10 located 2645 feet from the South line and 1325 feet from the East line of Section 27, Township 17 South, Range 28 East, Artesia Queen-Grayburg-San Andres Pool, Eddy County, New Mexico.

3, and the NE/4, of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1525 feet from the North line and 1850 feet from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5924: Northwestern New Mexico Nomenclature Case calling for the creation and extension of certain pools in San Juan, Rio Arriba, and McKinley Counties:

a) CREATE a new pool in San Juan County, New Mexico, classified as an oil pool for Gallup production and designated as the Cuervo-Gallup Oil Pool. The discovery well is the Adobe Oil Company Dugan Federal A Well No. 1 located in Unit F of Section 29, Township 24 North, Range 8 West, NAPM. Said pool would comprise:

> TOWNSHIP 24 NORTH, RANGE & WEST, MMPM Section 29: NW/4

b) CREATE a new pool in San Juan County, New Mexico, classified as an oil pool for Devonian production and designated as the Tom-Devonian Oil Pool. The discovery well is the Brooks Hall Oil Corporation Navajo AO Well No. 1 located in Unit A of Section 33, Township 25 North, Range 19 West, NMPM. Said pool would comprise:

> TOWNSHIP 25 NORTH, RANGE 19 WEST, NAPM Section 33: NE/4 NE/4

c) CREATE a new pool in Rio Arriba County, New Mexico, classified as a gas pool for Gallup production and designated as the Choza Mesa-Gallup Gas Pool. The discovery well is the Philips Petroleum Company Jicarilla 28-3 Well No. 1 located in Unit G of Section 6, Township 28 North, Range 3 West, NMPM. Said pool would comprise:

> TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM Section 6: All

d) EXTEND the Aztec Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, MAPM Section 9: W/2

e) EXTEND the Blanco Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 11 WEST, NAPM Section 16: SE/4 TOWNSHIP 32 NORTH, RANGE 10 WEST, NAPM Section 27: SE/4 Section 29: W/2 Section 30: All Section 31: All Section 32: All Section 34: All

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM Section 19: W/2

f) EXTEND the Dufers Point Gallup-Dakota Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM Section 2: SW/4 Section 10: All Section 11: NW/4

g) EXTEND the Gallegos Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHI	26	NORTH	RANGE	12	WEST,	NMPM
Section	24:	SW/4				
Section	25.	NW/1				

Dockets Nos. 15-77 and 16-77 are tentatively set for hearing on May 11 and May 25, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

### DOCKET: EXUMINER HEARING - WEDNESDAY - APRIL 20, 1977

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

The following cases will be heard before Fichard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allowable production of gas for May, 1977, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

> (2) Consideration of the allowable production of gas for May, 1977, from four prorated pcols in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

#### CASE 5872: (Reopened)

In the matter of Case 5872 being reopened pursuant to the provisions of Order No. R-5373 which order suspended Rules 15(A) and 15(B) of the General Rules for Prorated Gas Pools as promulgated by Order No. R-1670, as amended, to permit overproduced wells to continue to produce gas during the present severe weather conditions without danger of being shut in for overproduction. All interested parties may appear and show cause why said suspension should not rescinded. Also to be considered will be the matter of final disposition of overproduction accrued during the period of suspension of Rules 15(A) and 15(B), and what, if any, special consideration should be given to underproduction accrued to gas wells during the period of suspension of said rules.

#### CASE 5888: (Continued from March 23, 1977, Examiner Hearing)

Application of Dalport Oil Corporation for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its A. L. Christmas Well No. 3 to be drilled 330 feet from the South line and 2310 feet from the East line of Section 25, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

Application of Gulf Oil Corporation for a non-standard proration unit and simultaneous dedication, CASE 5901: Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 400-acre nonstandard gas proration unit comprising the SE/4 of Section 8, and the E/2 NW/4 and NE/4 of Section 17, Township 20 South, Eange 37 East, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to applicant's Theodore Anderson Wells Nos. 1 and 4, located at unorthodox locations in Unit O of said Section 8 and Unit B of said Section 17, respectively.

Application of Amoco Production Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Apple Draw Unit Area comprising 3840 acres, more or less, of Federal, State, and Fee lands in Township 25 South, Range 27 East, Eddy County, CASE 5902: New Mexico.

- CASE 5903: Application of Maddox Energy Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a gas well to be drilled at a point 2310 feet from the South line and 1650 feet from the West line of Section 9, Township 18 South, Range 26 East, Atoka-Pennsylvanian Gas Pool, Fidy County, New Mexico.
- CASE 5639: (Reopened)

In the matter of Case 5639 being reopened pursuant to the provisions of Order No. R-5173, which order established temporary special pool rules for the South Maljamar-Strawn Pool, Lea County, New Mexico. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

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CASE 5904: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Application of failer of a des company for comparison posing all mineral interests in the Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Fruitland and Pictured Cliffs formations underlying the NE/4 and/or SE/4 of Section 20, Township 32 North, Range 6 West, San Juan County, New Mexico, and in the Mesaverde and Dakota formations underlying the E/2 of said Section 20, the above-described lands to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Docket No. 13-77

CASE 5905: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Feiner Uil & Gus Company for computery porting, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SE/4 and the E/2 SW/4 of Section 3, and the NW/4 of Section 10, and £11 mineral interests in the Pictured Cliffs and Fruitland formations underlying the NW/4 of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1300 feet from the North line and 850 feet from the West line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5906: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer 011 & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SW/4 of Section 2, the E/2 SE/4 of Section 3, and the NE/4 of Section 10, all in Tornship 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1525 feet from the North line and 1850 feet from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley CASE 5907: County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Papers Wash-Entrada Oil Pool, McKinley County, New Mexico.
- Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley County, CASE 5908: New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Ojo Encino-Entrada Oil Pool, McKinley County, New Mexico.
- Application of Dome Petroleum Corporation for pool creation and special depth bracket allowable, CASE 5909: San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the Snake Eyes-Entrada Oil Pool in Section 20, Township 21 North, Range 8 West, San Juan County, New Mexico, and the establishment of a special depth bracket allowable of 750 barrels of oil per day for said pool.
- Application of Yates Petroleum Corporation for gas pool creations and downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of three CASE 5910: New Mexico, including the Richard Knob- and I& South, Ranges 24, 25, and 26 East, Eddy County, New Mexico, including the Richard Knob- and East Eagle Creek-Lower Penn Gas Pools with provisions in each for commingling Strawn, Atoka, and Morrow production in the wellbores of wells drilled therein, and the Eagle Creek Permo-Penn Gas Pool with provision for commingling Wolfcamp, Cisco, Canyon, and Strawn production in the wellbores of wells drilled therein.

#### CASE 5898: (Continued from April 6, 1977, Examiner Hearing)

Application of Chace Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Ballard-Pictured Cliffs and South Lindrith Gallup-Dakota production in the wellbore of its Jicarilla 70 Well No. 3 located in Unit C of Section 33, Township 24 North, Range 4 West, Rio Arriba County, New Mexico. In the alternative, applicant seeks authority to commingle said production at the surface without prior measurement and waiver of the gas-oil ratio test requirement.

CASE 5911: Application of Odessa Natural Gas Company for special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the adoption of special pool rules for the Chacon-Dakota Oil Pool, Rio Arriba County, New Merico, to provide for 160-acre spacing for oil wells and for reclassification of wells from oil to gas and the removal of such gas wells to the Basin-Dakota Pool.

Fage 4 of 4 Examiner Hearing - Wednesday - May 11, 1977

Docket No. 16-77

h) EXTEND the Kutz Fruitland Pool in San Juan County, New Mexico, to include therein:

### TOWNSHIP 28 NORTH, RANGE 11 WEST, NUPM Section 28: SE/4 Section 33: NE/4

1) EXTEND the North Los Pinos Fruitland Pool in San Juan County, New Mexico, to include therein:

#### TOWNSHIP 32 NORTH, RANGE 8 WEST, NAPM Section 25: N/2

j) EXTEND the Nipp Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP			RANGE	12	WEST,	NI/PM
Section	2:	W/2				
Section	11:	W/2				
TOWNSHIP	26	NORTH,	RANGE	12	WEST,	NMPM
Section	5:	E/2				
Section	7:	S/2				
Section		· · ·				

Section 17: W/2 & NE/4 Section 18: All Section 34: N/2 & SE/4 Section 35: All

#### TOWNSHIP 26 NORTH, RANGE 13 WEST, NAPM Section 12: E/2

k) EXTEND the Papers Wash-Entrada Oil Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 19 NORTH, RANGE 5 WEST, NMPM Section 15: N/2 SW/4

1) EXTEND the East Puerto Chiquito-Mancos Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 1 EAST, NAPH Section 5: All

m) EXTEND the Twin Mounds Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 14 WEST, NJFM Section 5: All Section 8: All

n) EXTEND the Tapacito Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 3 WEST, NMPM Section 30: NW/4 Section 31: NE/4 Section 32: SW/4

TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPH Section 23: S/2

o) EXTEND the WAW Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NONTH, RANGE 13 WEST, NMPM Section 26: SW/4

# CASE 5905: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SH/4 and the F/2 SW/4 of Section 3, and the NW/4 of Section 10, and all mineral interests in the Pictured Cliffs and Fruitland formations underlying the NW/4 of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1800 feet from the North line and 850 feet from the West line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5906:

E.

5: (This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Paime. Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde and Dakota formations underlying the W/2 SW/4 of Section 2, the E/2 SE/4 of Section 3, and the NE/4 of Section 10, all in Township 31 North, Range 7 West, San Juan County, New Mexico, to be dedicated to a well to be drilled 1525 feet from the North line and 1850 feet from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

<u>CASE 5907</u>: Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Papers Wash-Entrada Oil Pool, McKinley County, New Mexico.

<u>CASE 5908</u>: Application of Dome Petroleum Corporation for a special depth bracket allowable, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special depth bracket allowable of 750 barrels of oil per day for the Ojo Encino-Entrada Oil Pool, McKinley County, New Mexico.

CASE 5909: Application of Dome Petroleum Corporation for pool creation and special depth bracket allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the Snake Eyes-Entrada Oil Pool in Section 20, Township 21 North, Range 8 West, San Juan County, New Mexico, and the establishment of a special depth bracket allowable of 750 barrels of oil per day for said pool.

CASE 5910: Application of Yates Petroleum Corporation for gas pool creations and downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of three Pennsylvanian gas pools in Townships 17 and 18 South, Ranges 24, 25, and 26 East, Eddy County, New Mexico, including the Richard Knob- and East Eagle Creek-Lower Penn Gas Pools with provisions in each for commingling Strawn, Atoka, and Morrow production in the wellbores of wells drilled therein, and the Eagle Creek Permo-Penn Gas Pool with provision for commingling Wolfcamp, Cisco, Canyon, and Strawn production in the wellbores of wells drilled therein.

CASE 5898: (Continued from April 6, 1977, Examiner Hearing)

Application of Chace Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Ballard-Pictured Cliffs and South Lindrith Gallup-Dakota production in the wellbore of its Jicarilla 70 Well No. 3 located in Unit C of Section 33, Township 24 North, Range 4 West, Rio Arriba County, New Mexico. In the alternative, applicant seeks authority to commingle said production at the surface without prior measurement and waiver of the gas-oil ratio test requirement.

<u>CASE 5911</u>: Application of Odessa Natural Gas Company for special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the adoption of special pool rules for the Chacon-Dakota Oil Pool, Rio Arriba County, New Mexico, to provide for 160-acre spacing for oil wells and for reclassification of wells from oil to gas and the removal of such gas wells to the Basin-Dakota Pool. Dockets Nos. 15-77 and 16-77 are tentatively set for hearing on May 11 and May 25, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: FXAMINER HEARING - WEDNESDAY - APRIL 20, 1977

#### 9 A.M. OIL CONSERVATION COMMISSION CONFFRENCE ROCM, STATE LAND OFFICE BUILDING, CANTA FE, NEW MEXICO

The following cases will be heard before Eichard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allorable production of gas for May, 1977, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

> (2) Consideration of the allowable production of gas for May, 1977, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

#### CASE 5872: (Reopened)

In the matter of Case 5872 being reopened pursuant to the provisions of Order No. R-5373 which order suspended Rules 15(A) and 15(B) of the General Rules for Prorated Gas Pools as promulgated by Order No. R-1670, as amended, to permit overproduced wells to continue to produce gas during the present severe weather conditions without danger of being shut in for overproduction. All interested parties ray appear and show cause why said suspension should not rescinded. Also to be considered will be the matter of final disposition of overproduction accrued during the period of suspension of Rules 15(A) and 15(B), and what, if any, special consideration should be given to underproduction accrued to gas wells during the period of suspension of said rules.

CASE 5888: (Continued from March 23, 1977, Examiner Hearing)

Application of Dalport Oil Corporation for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its A. L. Christmas Well No. 3 to be drilled 330 feet from the South line and 2310 feet from the East line of Section 25, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico.

CASE 5901: Application of Gulf Oil Corporation for a non-standard proration unit and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 400-acre non-standard gas proration unit comprising the SE/4 of Section 8, and the E/2 NW/4 and NE/4 of Section 17, Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to be simultaneously dedicated to applicant's Theodore Anderson Wells Nos. 1 and 4, located at unorthodox locations in Unit 0 of said Section 8 and Unit B of said Section 17, respectively.

- CASE 5902: Application of Amoco Production Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Apple Draw Unit Area comprising 3840 acres, more or less, of Federal, State, and Fee lands in Township 25 South, Range 27 East, Eddy County, New Merico.
- Application of Maddox Energy Corporation for an unorthodox location, Eddy County, New Mexico. CASE 5903: Applicant, in the above-styled cause, seeks approval for the unorthodox location of a gas well to be drilled at a point 2310 feet from the South line and 1650 feet from the West line of Section 9, Township 18 South, Range 26 East, Atoka-Pennsylvanian Gas Pool, Eddy County, New Mexico.
- (Reopened) CASE 5639:

In the matter of Case 5639 being reopened pursuant to the provisions of Order No. R-5173, which order established temporary special pool rules for the South Maljamar-Strawn Pool, Lea County, New Mexico. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 5904:

(This Case will be continued to the May 11, 1977, Examiner Hearing)

Application of Palmer Oil & Gas Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Fruitland and Pictured Cliffs formations underlying the NE/4 and/or SE/4 of Section 20, Township 32 North, Range 6 West, San Juan County, New Merico, and in the Mesaverde and Dakota formations underlying the E/2 of said Section 20, the above-described lands to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

#### CASE 5629: (Reopened)

In the matter of Case 5629 being reopened pursuant to the provisions of Order No. R-5192, which order established temporary special pool rules for the Chacon-Dakota Oil Pool, Rio Arriba and Sandoval Counties, New Mexico. All Interested parties may appear and show cause why caid pool should not be developed on 40-acre spacing units.

#### CASE 5889: (Continued & Readvertised)

Application of Saturn Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down to and including the Abo formation underlying the NE/4 SE/4 of Section 11, Township 23 South, Range 37 East, Lea County, New Mexico, to be dedicated to its Lineberry Well No. 1 located in Unit I of said Section; and underlying the NW/4 SE/4 of said Section 11 to be dedicated to its Lineberry Well No. 2 located in Unit J of said Section. In the event re-entry into either well is unsuccessful, applicant proposes to drill a replacement well at a standard location on its tracts. Also to be considered will be the costs of recompletion or drilling and completing said wells and the allocation of the costs thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the wells and a charge for risk involved in recompletion or drilling of said wells.

# BEFORE THE

COMM

R. 536

(d)

OIL CONSERVATION COMMISSION OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF PALMER OIL & GAS COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO

# APPLICATION

Comes now Palmer Oil & Gas Company and applies to the Oil Conservation Commission of New Mexico for an order pooling all of the mineral interests underlying three 320-acre proration units, and three 160-acre proration units as follows:

I. Three non-standard proration units heretofore approved by the New Mexico Oil Conservation Commission in its Order No. R-5364 entered February 8, 1977, for production from the Blanco-Mesaverde Pool, as follows:

Township 31 North, Range 7 West, N.M.P.M.

# 11. Unit 1 - Section 3 - W/2 SE/4, E/? SW/4 Section 10 - NW/4

> Well to be located 1800 feet from the North line, and 850 feet from the West line of Section 10. Whit 2 - Section 2 - W/2 SW/4

2. Unit 2 - Section 2 - W/2 SW/4 Section 3 - E/2 SE/4 Section 10 - NE/4

Well to be located 1850 feet from the East line, and 1525 from the North line of Section 10.

Township 32 North, Range 6 West, N.M.P.M.

**3**. Unit 3 - Section 20 - E/2

Well to be located at a standard location for Mesaverde  $\xi$   $D_{t}$  production.

II. Applicant further seeks authority to dually-complete the proposed wells for production from the Fruitland, or the

#1PC-7+ NW/4 10 MEDR. #3 PC-7+ NE/4 & 20 \$ SE/4 20

Pictured Cliffs formations, or both in the event the Mesaverde is found non-productive, dedicating to such production the 160-acre tract on which the well is located.

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III. Applicant has made diligent effort to obtain the consent or participation of all interest owners underlying the various tracts, and has been unable to obtain the participation, or to acquire fractional mineral interest, to be more fully shown at the hearing of this case, from the following persons, whose names and addresses are shown to the best of applicant's information and belief:

Morris Mizel 2118 East 3rd Street Tulsa, Oklahoma 74104

Sam Mizel P. O. Box 2975 Tulsa, Oklahoma 74101

Harriett Mizel 1075 S. Birch, Apt. 401 Denver, Colorado 80222

Larry Mizel 3600 Yosemite, Suite 900 Denver, Colorado 80237

Steven Mayer Mizel P. O. Box 644 Novato, California 94947

WHEREFORE Applicant prays that this application be set for hearing before the Commission or the Commission's duly appointed examiner, and that after notice and hearing as required by law the Commission enter its order pooling the mineral interests, whatever they may be in the formations and the units described in this application, designating the applicant as operator, and making provision for applicant to recover his reasonable costs of drilling, completing and equip-

- 2 -

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ping the wells out of production, including a charge for supervision, and for assignment of a risk factor as provided by law, and the rules and regulations of the commission. Applicant further prays for approval of the dual completion of the subject wells, as proposed.

- 3 -

Respectfully submitted, PALMER OIL & GAS COMPANY

Kellahin & Fox P. O. Box 1769 Santa Fe, New Mexico 87501 By

Attorneys for applicant

# Care 5984

application of Palmer Qil & Las Company. for compulsory pooling, San grean County, new Mehico. Applicana, in the above - sligled cause, seeks an order pooling dee mineral interests in the mesaverde, and Dakota Amatino Pictured Cliffs and The E/2 of Acctime 20, Downship 32 North, Range & West, San Juan County, New Mexico, to be dedicated to a well to be drieled at a standard location thereon. also to be considered will be the est ...

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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:

5904 CASE NO. Order No. R- 5426

APPLICATION OF PALMER OIL & GAS COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on <u>May 11</u>, 1977, at Santa Fe, New Mexico, before Examiner <u>Daniel S. Nutter R.A.S.</u>

NOW, on this \_\_\_\_\_ day of \_\_May \_\_\_\_, 1977, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 5904 is hereby dismissed.

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