

CASE 6529: AMOCO PRODUCTION COMPANY FOR
COMPULSORY POOLING, EDDY COUNTY, NEW
MEXICO

CASE NO.

6529

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
Santa Fe, New Mexico
25 April 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Amoco Production Com-
pany for compulsory pooling, Eddy
County, New Mexico.

CASE
6529

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87503

For the Applicant:

Guy T. Buell, Esq.
Amoco Production Company
Houston, Texas

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (505) 471-2482
Santa Fe, New Mexico 87501

1 MR. STAMETS: We'll call next Case 6529.

2 MR. PADILLA: Application of Amoco Production
3 Company for compulsory pooling, Eddy County, New Mexico.

4 MR. BUELL: May it please the Examiner, my
5 name is Guy Buell, representing Amoco Production Company.

6 We had one interest owner in this unit who
7 was not committed to the unit, a Mr. Ronnie Ward of Mid-
8 land, Texas. Mr. Ward was considerate enough to make a
9 trip to Santa Fe and meet with us last night to discuss this
10 hearing today.

11 After an extended meeting that started
12 shortly after 6:00 and terminated shortly after midnight,
13 in which open, frank, candid discussion was held, a complete
14 and free exchange of views, Mr. Ward has decided to join
15 the unit on a voluntary basis. He has executed the oper-
16 ating agreement, and I formally move that this case be dis-
17 missed.

18 MR. STAMETS: Case 6529 will be dismissed.

19 (Hearing concluded.)
20
21
22
23
24
25

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (606) 471-2462
Santa Fe, New Mexico 87501

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability, knowledge, and skill, from my notes taken at the time of the hearing.

Sally W. Boyd CSR
Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6529 heard by me on 4-25 1977.
Richard R. Stamm, Examiner
Oil Conservation Division

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (SOS) 471-2462
Santa Fe, New Mexico 87501

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
Santa Fe, New Mexico
25 April 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Amoco Production Com-
pany for compulsory pooling, Eddy
County, New Mexico.

CASE
6529

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87503

For the Applicant:

Guy T. Buell, Esq.
Amoco Production Company
Houston, Texas

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (808) 471-2462
Santa Fe, New Mexico 87501

1 MR. STAMETS: We'll call next Case 6529.

2 MR. PADILLA: Application of Amoco Production
3 Company for compulsory pooling, Eddy County, New Mexico.

4 MR. BUELL: May it please the Examiner, my
5 name is Guy Buell, representing Amoco Production Company.

6 We had one interest owner in this unit who
7 was not committed to the unit, a Mr. Ronnie Ward of Mid-
8 land, Texas. Mr. Ward was considerate enough to make a
9 trip to Santa Fe and meet with us last night to discuss this
10 hearing today.

11 After an extended meeting that started
12 shortly after 6:00 and terminated shortly after midnight,
13 in which open, frank, candid discussion was held, a complete
14 and free exchange of views, Mr. Ward has decided to join
15 the unit on a voluntary basis. He has executed the oper-
16 ating agreement, and I formally move that this case be dis-
17 missed.

18 MR. STAMETS: Case 6529 will be dismissed.

19 (Hearing concluded.)
20
21
22
23
24
25

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (SOS) 471-2462
Santa Fe, New Mexico 87601

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability, knowledge, and skill, from my notes taken at the time of the hearing.

Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. _____ heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

SALLY WALTON BOYD
CERTIFIED SHC RITHAND REPORTER
2020 Plaza Blanca (505) 471-2462
Santa Fe, New Mexico 87501

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6529
Order No. R-6001

APPLICATION OF AMOCO PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 25, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 2nd day of May, 1979, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

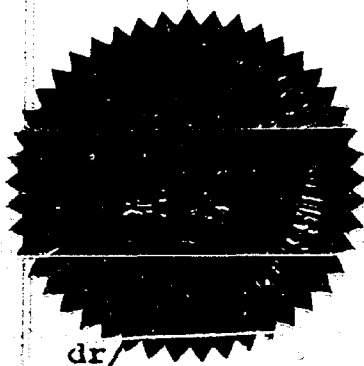
FINDS:

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

IT IS THEREFORE ORDERED:

That Case No. 6529 is hereby dismissed.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Joe D. Ramey
JOE D. RAMEY
Director

ATWOOD, MALONE, MANN & COOTER

A PROFESSIONAL ASSOCIATION
LAWYERS

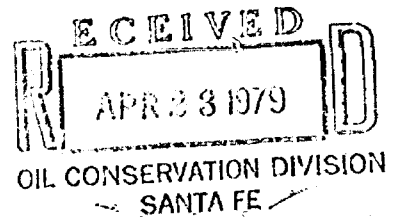
JEFF D. ATWOOD [1983-1960]
ROSS L. MALONE [1910-1974]

P. O. DRAWER 700
SECURITY NATIONAL BANK BUILDING
ROSWELL, NEW MEXICO 88201
[505] 622-6221

CHARLES F. MALONE
RUSSELL D. MANN
PAUL A. COOTER
BOB F. TURNER
JOHN W. BASSETT
ROBERT E. SABIN
BRIAN W. COPPLE

RANDAL W. ROBERTS
STEVEN L. BELL

April 20, 1979



Mr. Joe Ramey
Secretary-Director
Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

RE: Examiner Hearing - Wednesday, April 25, 1979
Cause Nos. 6529 and 6530

Dear Mr. Ramey:

We would appreciate your filing the enclosed
Entries of Appearance for Amoco Production Company in
Case Nos. 6529 and 6530.

Your assistance in this matter is greatly appre-
ciated.

With best regards,

Very truly yours,

A handwritten signature in cursive script, appearing to read "Charles F. Malone".

Charles F. Malone

CFM:sgs
Enc.

cc: Guy Buell, Esquire
Richard Merrill, Esquire
w/enc.

BEFORE THE OIL CONSERVATION DIVISION

STATE OF NEW MEXICO

IN THE MATTER OF THE)
APPLICATION OF AMOCO PRO-)
DUCTION COMPANY FOR COMPUL-)
SORY POOLING, SOUTH HALF) No. 6529
SECTION 22, TOWNSHIP 23)
SOUTH, RANGE 28 EAST, EDDY)
COUNTY, NEW MEXICO.)

ENTRY OF APPEARANCE

The undersigned hereby enter appearance in
behalf of Amoco Production Company with Guy Buell and
Richar Merrill of Houston, Texas.

ATWOOD, MALONE, MANN & COOTER, P.A.

By 
Post Office Drawer 700
Roswell, New Mexico 88201

Dockets Nos. 18-79 and 20-79 are tentatively set for hearing on May 9 and 23, 1979. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 25, 1979

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

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

- CASE 6525: In the matter of the hearing called by the Oil Conservation Division on its own motion to amend the Special Rules for the Tubb Gas Pool in Lea County, New Mexico, to provide for the classification of wells as oil wells and gas wells on the basis of gas-oil ratios rather than on the basis of liquid gravity as at present.
- CASE 6526: In the matter of the hearing called by the Oil Conservation Division on its own motion to consider a procedure for the adoption of findings, when applicable and pursuant to the Federal Natural Gas Policy Act, that another well is necessary to effectively and efficiently drain that portion of its proration unit which cannot be so drained by any existing well, and that existing well spacing requirements are waived. The proposed procedure would provide a system whereby such findings could be issued administratively without the necessity for public hearing.
- CASE 6527: Application of Tenneco Oil Company for two non-standard oil proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of two 80-acre non-standard oil proration units, the first comprising the N/2 NW/4, the other the N/2 NE/4, of Section 12, Township 9 South, Range 34 East, Vada-Pennsylvanian Pool, Lea County, New Mexico, said units to be dedicated to applicant's Ward Insall Wells Nos. 1 and 2, respectively, located in Units D and A of said Section 12.
- CASE 6528: Application of Bass Enterprises Production Co. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox Morrow test well location to be drilled 660 feet from the North and West lines of Section 10, Township 21 South, Range 32 East, Lea County, New Mexico, the W/2 of said Section 10 to be dedicated to the well.
- CASE 6529: Application of Amoco Production Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 of Section 22, Township 23 South, Range 28 East, Eddy County, New Mexico, to be dedicated to its Brantley Gas Com. Well No. 1 located in Unit K of said Section 22. 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 6530: Application of Amoco Production Company for unorthodox gas well locations, temporary injection of produced gas, and to vent gas, Union and Harding Counties, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox locations in the Tubb formation of its State FI Well No. 3, located 1315 feet from the South line and 1980 feet from the East line of Section 36, Township 20 North, Range 34 East, Union County, and its Heimann Well No. 5, located 660 feet from the South line and 1315 feet from the West line of Section 3, Township 19 North, Range 33 East, Harding County. Applicant further seeks authority to conduct pressure interference tests, including authority to vent gas produced from the State FI Well No. 1 for a period not to exceed 45 days and to inject produced gas into its Heimann Well No. 4 located in Unit K of Section 34, Township 20 North, Range 33 East, for a period not to exceed six months.
- CASE 6531: Application of Getty Oil Company for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to simultaneously dedicate its Baker B Well No. 6 at an unorthodox location 510 feet from the South and West lines of Section 10, Township 22 South, Range 37 East, Lea County, New Mexico, and its Baker B Well No. 15 located in Unit L of said Section 10, the current unit well, to the existing proration unit.
- CASE 6532: Application of Northwest Production Corporation for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Tapacito-Pictured Cliffs and Blanco Mesaverde production in the wellbore of its Jicarilla 117E Well No. 5 located in Unit M of Section 28, Township 26 North, Range 3 West, Rio Arriba County, New Mexico.
- CASE 6072: (Continued from March 28, 1979, Examiner Hearing)
- In the matter of Case 6072 being reopened pursuant to the provisions of Order No. R-5643 which order created the Travis-Upper Pennsylvanian Pool, Eddy County, New Mexico, with provisions for 80-acre spacing. All interested parties may appear and show cause why the Travis-Upper Pennsylvanian Pool should not be developed on 40-acre spacing units.



Amoco Production Company

Houston Region
500 Jefferson Building
Post Office Box 3092
Houston, Texas 77001

J. R. Barnett
Regional Engineering
Manager

March 28, 1979

File: TBM-986.51-1481
Compulsory Pooling
S/2 Section 22, T-23-S, R-28-E
Eddy County, New Mexico

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

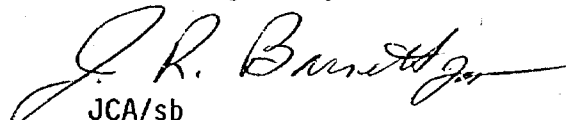
Attention: Mr. Joe D. Ramey

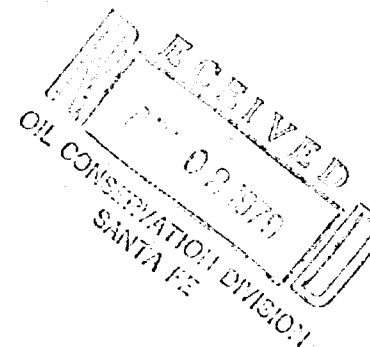
Gentlemen:

Amoco Production Company requests a hearing for compulsory pooling of all mineral interests in the Pennsylvanian Formation underlying the S/2 Section 22, T-23-S, R-28-E, Eddy County, New Mexico, dedicated to a well drilled at an orthodox location, the Brantley Gas Com. Well No. 1. Also to be considered will be the cost of drilling and completing said well, the allocation of cost thereof as well as actual operating cost, charges for supervision and a charge for risk involved in drilling said well. Amoco will ask to be designated operator of the well.

Please place this item on the Examiner's Hearing Docket of April 25, 1979. A map of the area and a list of all unsigned leasehold interests in the S/2 of Section 22, T-23-S, R-28-E is attached. Please direct any questions to Mr. Jim Allen (telephone 713: 652-5497).

Yours very truly,


JCA/sb



Case 6529

Unsigned Leasehold Interests
As of 3-29-79
Brantley Gas Com. Well No. 1
S/2 Section 22, T-23-S, R-28-E

Ronnie Ward
P. O. Box 2371
Midland, Texas 79702

* Draper Brantley, Jr.
Loving, New Mexico 88256

* Anticipate party will have joined prior to
hearing date.



Amoco Production Company

Houston Region
600 Jefferson Building
Post Office Box 3092
Houston, Texas 77001

J. R. Barnett
Regional Engineering
Manager

March 28, 1979

File: TBM-986.51-1481
Compulsory Pooling
S/2 Section 22, T-23-S, R-28-E
Eddy County, New Mexico

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

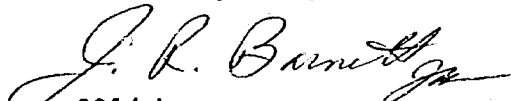
Attention: Mr. Joe D. Ramey

Gentlemen:

Amoco Production Company requests a hearing for compulsory pooling of all mineral interests in the Pennsylvanian Formation underlying the S/2 Section 22, T-23-S, R-28-E, Eddy County, New Mexico, dedicated to a well drilled at an orthodox location, the Brantley Gas Com. Well No. 1. Also to be considered will be the cost of drilling and completing said well, the allocation of cost thereof as well as actual operating cost, charges for supervision and a charge for risk involved in drilling said well. Amoco will ask to be designated operator of the well.

Please place this item on the Examiner's Hearing Docket of April 25, 1979. A map of the area and a list of all unsigned leasehold interests in the S/2 of Section 22, T-23-S, R-28-E is attached. Please direct any questions to Mr. Jim Allen (telephone 713: 652-5497).

Yours very truly,


JCA/sb

Unsigned Leasehold Interests
As of 3-29-79
Brantley Gas Com. Well No. 1
S/2 Section 22, T-23-S, R-28-E

Ronnie Ward
P. O. Box 2371
Midland, Texas 79702

* Draper Brantley, Jr.
Loving, New Mexico 88256

* Anticipate party will have joined prior to
hearing date.

DRAFT

dr/

2/2

off

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6529

Order No. R- 6001

APPLICATION OF AMOCO PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

120
JDR

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 25,
19 79, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this _____ day of May, 19 79, the Division
Director, 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. 6529 is hereby dismissed.

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