

Examiner Hearing – January 9, 2003

Docket No. 01-03

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9922-E and the “*General Rules and Regulations for the Associated Oil and Gas Pools of Northwest New Mexico and Southeast New Mexico*”, as promulgated by Division Order No. R-5353, as amended, for an unorthodox location within an existing 320-acre lay-down spacing and proration unit in the Indian Basin-Upper Pennsylvanian Associated Pool (33685) comprising the S/2 of Section 8, Township 22 South, Range 24 East, which is located approximately 17 miles west of Carlsbad, New Mexico. The applicant’s proposed Old Ranch Knoll “8” Federal Com. Well No. 9 is to be drilled 810 feet from the South line and 350 feet from the East line (Unit P) of Section 8. This unit is currently dedicated to Devon Energy Production Company, L. P.’s Old Ranch Knoll “8” Federal Com. Well No. 2 (API No. 30-015-27674), located at a standard location 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 8.

CASE 12967: Continued from December 5, 2002, Examiner Hearing.

Application of BP America Production Company for Surface Commingling, Eddy County, New Mexico. Applicant seeks authority to surface commingle gas production from the Little Box Canyon-Morrow, Indian Loafer Draw-Upper Pennsylvanian, Strychnine Draw-Atoka and Strychnine Draw-Strawn Gas Pools within certain wells it operates located on Federal Leases No. NMNM-93457 and NMNM-25336, which comprise all or portions of Sections 22, 25, 26 and 35, Township 20 South, Range 21 East, and on the Little Box State Lease, located on all or portions of Section 36, Township 20 South, Range 21 East. These wells are located approximately 18 miles south of Hope, New Mexico.

CASE 12968: Continued from December 5, 2002, Examiner Hearing.

Application of BP America Production Company for Surface Commingling, Eddy County, New Mexico. Applicant seeks authority to surface commingle gas production from the Little Box Canyon-Morrow and Indian Loafer Draw-Upper Pennsylvanian Gas Pools within certain wells it operates located on Federal Leases No. NMNM-82831, NMNM-88085, and NMNM-27451 which comprise all or portions of Section 31, Township 20.5 South, Range 22 East, Section 6, Township 21 South, Range 22 East, and Section 1, Township 21 South, Range 21 East, and on the Little Box State and Sweet Thing “36” State Leases, located on all or portions of Section 36, Township 20 South, Range 21 East, and Section 36, Township 20.5 South, Range 21 East. These wells are located approximately 18 miles south of Hope, New Mexico.

CASE 12976: Continued from December 5, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring Paul D. Bliss to Properly Plug One (1) Well, Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Well in Default of Compliance by Operator, and Ordering a Forfeiture of Applicable Security, if Any, Roosevelt County, New Mexico. The Applicant seeks an order requiring Paul D. Bliss, the operator of One (1) inactive well in Roosevelt County, New Mexico, to properly plug and abandon the same, imposing civil penalties in event of failure to comply, authorizing the Division to plug said well or wells if the operator fails to do so, forfeiting Operator’s plugging security, if any, and providing for such other relief as the Director deems appropriate. The affected well is the following:

Rhonda PG State V-39 Well No. 1 (API No. 30-041-20615) located 1980 feet from the South line and 660 feet from the West line (Unit L) of Section 35, Township 7 South, Range 35 East, NMPM, Roosevelt County, New Mexico.

CASE 12981: Continued from December 19, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring Jimmy Roberson Energy Corporation to Properly Plug Sixteen (16) Well(s), Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Well(s) in Default of Compliance by Operator, and

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Ordering a Forfeiture of Applicable Security, if Any, Lea and Roosevelt County, New Mexico. The Applicant seeks an order requiring Jimmy Roberson Energy Corporation, the operator of sixteen (16) inactive wells, fourteen (14) of which are located in Lea County, and two (2) of which are in Roosevelt County, New Mexico, to properly plug and abandon the same, imposing civil penalties in event of failure to comply, authorizing the Division to plug said well or wells if the operator fails to do so, forfeiting Operator's plugging security, if any, and providing for such other relief as the Director deems appropriate. The affected wells are the following:

<u>API NO.</u>	<u>WELL NAME</u>	<u>ULSTR</u>	<u>N/S FTG</u>	<u>E/W FTG</u>
30-025-05442	Rice #1	H-13-18S-37E	2310 N	330 E
30-025-05443	Rice #2	G-13-18S-37E	2310 N	1650 E
30-025-05444	Rice #3	A-13-18S-37E	990 N	480 E
30-025-07351	Hardin B #1	2-18-18S-38E	1980 N	621 W
30-025-07352	Hardin B #2	F-18-18S-38E	2310 N	2230 W
30-025-07353	Hardin B #3	1-18-18S-38E	990 N	660 W
30-025-07354	Hardin B #4	C-18-18S-38E	990 N	1650 W
30-025-09875	Rice #4	B-13-28S-37E	990 N	1650 E
30-025-11930	G D Riggs B #7	H-1-26S-37E	1650 N	330 E
<u>API NO.</u>	<u>WELL NAME</u>	<u>ULSTR</u>	<u>N/S FTG</u>	<u>E/W FTG</u>
30-025-12414	C E Penny Federal NCT-4 #3	C-19-25S-38E	660 N	330 W
30-025-12415	C E Penny Federal NCT-4 #2	F-19-25S-38E	1980 N	1650 W
30-025-12417	C E Penny Federal NCT-4 #5	D-19-25S-38E	990 N	330 W
30-025-20067	G D Riggs A #3	C-1-26S-37E	330 N	2310 W
30-025-26828	G D Riggs A #4	F-1-26S-37E	1650 N	2290 W
30-041-10021	Hutcherson #1	E-21-8S-34E	1980 N	660 W
30-041-20407	W V Hutcherson #1	F-21-8S-34E	1980 N	1980 W

CASE 12982: Continued from December 19, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Authorizing the Division to Plug Two (2) Wells; Eddy County, New Mexico. The Applicant seeks an order authorizing the Division to plug two abandoned wells in Eddy County, New Mexico, as to which the whereabouts of the operators are unknown, and providing for such other relief as the Director deems appropriate. The subject wells are the following:

Operator: E. Paul Moran
Well Name: Ramuz No. 1
Location: 660 feet from the North line and 1980 feet from the West line
(Unit C) of Section 18, Township 23 South, Range 26 East.

Operator: Turner and Devito (also listed as Fred Turner on other paperwork)
Well Name: Devito No. 1
Location: 330 feet from the South line and 1650 feet from the East Line
(Unit O) of Section 12, Township 23 South, Range 25 East

CASE 12990: In the matter of the hearing called by the Oil Conservation Division for an order creating and assigning discovery allowables for certain pools in Lea County, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Strawn production and designated as the West Anderson Ranch-Strawn Pool (Pool Code 97233). The discovery well is the EOG