

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 17, 1973

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

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

ALLOWABLE: (Continued from October 3, 1973, Examiner Hearing)

- (1) Consideration of the allowable production of gas for November, 1973, from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico;
- (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for November, 1973.

CASE 5075: Application of Hillin Production Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its JCW State Com. Well No. 1 located in Unit C of Section 2, Township 20 South, Range 28 East, Eddy County, New Mexico, in such a manner as to produce gas from an undesignated Strawn gas pool and from the Winchester-Morrow Gas Pool through the casing-tubing annulus and tubing, respectively.

CASE 5076: Application of David Fasken for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well at an unorthodox location 1980 feet from the North line and 660 feet from the West line of Section 7, Township 18 South, Range 26 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico, the N/2 of said Section 7 to be dedicated to the well.

CASE 5077: Application of Texaco Inc. for downhole commingling and a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle in the wellbore production from the Skaggs-Glorieta and East Weir-Blinebry Pools in its C. H. Weir "B" Well No. 4 located in Unit I of Section 11, Township 20 South, Range 37 East, Lea County, New Mexico, and to dually complete said well in such a manner as to permit the production of the aforesaid commingled fluids and hydrocarbons from the East Weir-Tubb Oil Pool through parallel strings of tubing.

CASE 5078: Application of Franklin, Aston & Fair for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to re-enter its McIntyre Well No. 6-A, an old hole located 990 feet from the South line and 1650 feet from the East line of Section 20, Township 17 South, Range 30 East, Eddy County, New Mexico, in order to complete same as a Morrow gas well, the E/2 of said Section 20 to be dedicated to the well.

- CASE 5079: Application of May Petroleum Inc. for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a proposed well to be drilled at a point 1650 feet from the South line and 1129 feet from the East line of Section 31, Township 11 South, Range 38 East, North Gladiola-Devonian Pool, Lea County, New Mexico.
- CASE 5080: Application of Horizon Oil & Gas Company of Texas for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its State 28 Well No. 2 located in Unit K of Section 28, Township 17 South, Range 29 East, Eddy County, New Mexico, in such a manner as to permit the production of gas from the Grayburg-Morrow Gas Pool and an undesignated Atoka Gas Pool through parallel strings of tubing.
- CASE 5081: Application of Mesa Petroleum Company for a dual completion and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Skelly State Well No. 1 located in Unit I of Section 14, Township 16 South, Range 35 East, in such a manner as to produce oil from the North Shoe Bar-Wolfcamp Pool and gas from an undesignated Morrow gas pool through parallel strings of tubing. Applicant further seeks the promulgation of temporary special rules for said North Shoe Bar-Wolfcamp Pool, including a provision for 160-acre drilling and proration units.
- CASE 5082: Application of Mesa Petroleum Company for a dual completion, creation of a new oil pool, assignment of a discovery allowable, and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the North Shoe Bar-Strawn Pool for its Hillburn Well No. 1 located in Unit E of Section 13, Township 16 South, Range 35 East, Lea County, New Mexico, and the assignment of approximately 56,440 barrels of oil discovery allowable to said well; applicant also seeks approval for the dual completion of said well in such a manner as to permit the production of oil from the North Shoe Bar-Wolfcamp Pool and the North Shoe Bar-Strawn Pool through parallel strings of tubing; applicant further seeks the promulgation of temporary special rules for said pool, including a provision for 160-acre drilling and proration units.
- CASE 5083: Application of Texaco Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Blinebry-Paddock and Tubb production in the well-bore of its C. H. Lockhart Federal Well No. 3 located in Unit O of Section 18, Township 22 South, Range 38 East, Lea County, New Mexico.
- CASE 5084: Southeastern nomenclature case calling for the extension of certain pools in Lea and Roosevelt Counties, New Mexico:

Dockets Nos. 32-74 and 1-75 are tentatively set for hearing on November 26, 1974, and January 8, 1975. Application for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 13, 1974

9 A.M. - GIL CONSERVATION COMMISSION CONFERENCE ROOM,
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 from seventeen prorated pools in Lea, Eddy, Roosevelt, and Chaves Counties, New Mexico, for December, 1974;
 - (2) Consideration of the allowable production of gas from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for December, 1974.

CASE 5081: (Reopened)

In the matter of Case 5081 being reopened pursuant to the provisions of Order No. R-4657, which order established temporary special rules and regulations for the North Shoe Bar-Wolfcamp Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5082: (Reopened)

In the matter of Case No. 5082 being reopened pursuant to the provisions of Order No. R-4658, which order established temporary special pool rules for the North Shoe Bar-Strawn Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5367: Application of Yates Petroleum Corporation for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to convert its Hornbaker BA Well No. 1, located in Unit G of Section 25, Township 18 South, Range 25 East, Penasco Draw Yeso-San Andres Pool, Eddy County, New Mexico, to dispose of produced salt water into the Yeso and San Andres formations through the perforated intervals from 1400 to 2480 feet. Applicant further seeks an administrative procedure for approval of additional salt water disposal into the Yeso and San Andres formations in the subject pool without notice and hearing.

- CASE 5362: Application of Continental Oil Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Bell Lake-Morrow Gas Pool, Lea County, New Mexico, to provide for 320-acre spacing rather than 160 acres. In the absence of objection, this pool will be placed on the standard 320-acre spacing for Pennsylvanian gas pools rather than the present 160-acre spacing.
- CASE 5363: Application of Union Oil Company of California for a non-standard oil proration unit and unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks, as an exception to the Lovington-Devonian Pool Rules, the formation of a non-standard proration unit comprising the NE/4 SW/4 and NW/4 SE/4 of Section 12, Township 17 South, Range 36 East, Lea County, New Mexico, to be dedicated to applicant's Midway State Unit Well No. 5, proposed to be drilled at an unorthodox location 2310 feet from the South line and 2310 feet from the West line of said Section 12.
- CASE 5364: Application of Morris R. Antweil for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests of Pennsylvanian age or older underlying Lots 1,2,7,8,9,10,15, and 16 of Section 4, Township 21 South, Range 26 East, Undesignated Avalon-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, to be dedicated to applicant's Western Reserves Federal Well No. 2, to be drilled at a standard location for said unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of the applicant as the operator of the well and a charge for the risk involved in drilling said well.
- CASE 5365: Application of Mesa Petroleum Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations down to and including the Devonian formation underlying the E/2 of Section 34, Township 16 South, Range 37 East, Lea County, New Mexico, or such part thereof as may constitute an approved proration unit for the type of well completed, to be dedicated to a well to be drilled at an unorthodox location for said 320-acre unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of the applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 5366: Application of Robert N. Enfield for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Cottonwood Draw Unit Area comprising 3,813.48 acres, more or less, of Federal and fee lands in Township 25 South, Range 27 East, Eddy County, New Mexico.

Dockets Nos. 1-75 and 2-75 are tentatively set for hearing on January 8, and January 22, 1975. Application for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - TUESDAY - NOVEMBER 26, 1974

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

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

CASE 5081: (Reopened) (Continued from the November 13, 1974, Examiner Hearing)

In the matter of Case 5081 being reopened pursuant to the provisions of Order No. R-4657, which order established temporary special rules and regulations for the North Shoe Bar-Wolfcamp Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5082: (Reopened) (Continued from the November 13, 1974, Examiner Hearing)

In the matter of Case No. 5082 being reopened pursuant to the provisions of Order No. R-4658, which order established temporary special pool rules for the North Shoe Bar-Strawn Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5367: (Continued from the November 13, 1974, Examiner Hearing)

Application of Yates Petroleum Corporation for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to convert its Hornbaker BA Well No. 1, located in Unit G of Section 25, Township 18 South, Range 25 East, Penasco Draw Yeso-San Andres Pool, Eddy County, New Mexico, to dispose of produced salt water into the Yeso and San Andres formations through the perforated intervals from 1400 to 2480 feet. Applicant further seeks an administrative procedure for approval of additional salt water disposal into the Yeso and San Andres formations in the subject pool without notice and hearing.

CASE 4843: (Reopened)

In the matter of Case No. 4843 being reopened pursuant to the provisions of Order No. R-4435, which order established the Southeast Chaves Queen Gas Area and promulgated special rules and regulations therefor, including a provision for 320-acre spacing units for gas wells. All interested parties may appear and show cause why said Order No. R-4435 should not be rescinded.

- CASE 5373: Application of Monsanto Company for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to test the Morrow formation at a point 660 feet from the North and West lines of Section 18, Township 23 South, Range 25 East, Rock Tank Gas Field, Eddy County, New Mexico.
- CASE 5368: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the contraction of the vertical limits of the Jalmat Gas Pool underlying the Langlie Jal Unit Area in all or portions of Sections 31 and 32, Township 24 South, Range 37 East, and Sections 4, 5, 6, 8, 9, and 17, Township 25 South, Range 37 East, Lea County, New Mexico, to delete the Seven Rivers formation from said pool, and for the extension of the vertical limits of the Langlie-Mattix Pool underlying said area to include therein all of the Seven Rivers formation.
- CASE 5369: Application of Texas Pacific Oil Company, Inc., for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Tidwel No. 1 Well, located 990 feet from the South line and 660 feet from the East line of Section 22, Township 17 South, Range 26 East, Kennedy Farms-Morrow Gas Pool, Eddy County, New Mexico, the E/2 of said Section 22 to be dedicated to the well.
- CASE 5370: Application of American Quasar Petroleum Co. of New Mexico for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Tippin Ranch Unit Area comprising 3840 acres, more or less, of Federal, State, and fee lands in Township 23 South, Range 23 East, Eddy County, New Mexico.
- CASE 5371: Application of Amoco Production Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of its South Hobbs Unit Area comprising 5074 acres, more or less, of State and Fee lands in Townships 18 and 19 South, Range 38 East, Lea County, New Mexico.
- CASE 5372: Application of Amoco Production Company for a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project on its South Hobbs Unit by the injection of water into the Grayburg and San Andres formations through 45 injection wells in Sections 3, 4, 5, 6, 8, 9, 10, 15, and 16, Township 19 South, Range 38 East, Lea County, New Mexico, and the promulgation of special rules therefor including, among other things, an administrative procedure whereby the project may be expanded by the drilling or conversion of additional injection wells without further notice and hearing.
- CASE 5374: Application of Continental Oil Company for simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the simultaneous dedication of a 480-acre non-standard gas proration unit comprising the N/2 and SE/4 of Section 23, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico, to its Meyer B-23 Wells Nos. 1, 2, 3, and 4, located at unorthodox locations in Units C, O, E, and G, respectively, of said Section 23.