

CASE 10323: (Continued from August 22, 1991, Examiner Hearing.)

Application of Collins & Ware, Inc. for compulsory pooling and a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Morrow formation or to a depth of 15,100 feet, whichever is deeper, underlying Lots 1 through 4 and the E/2 W/2 (W/2 equivalent) of Section 31, Township 21 South, Range 32 East, forming a non-standard 334.72-acre gas spacing and proration unit for any and all formations and/or pools within said vertical extent developed on 320-acre spacing, which presently includes but is not necessarily limited to the Undesignated Red Tank-Atoka Gas Pool and Undesignated Bilbrey-Morrow Gas Pool. Said unit is to be dedicated to a well to be drilled at a standard gas well 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 and designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said unit is located approximately 32.75 miles west of Eunice, New Mexico.

CASE 10375: (Continued from August 22, 1991, Examiner Hearing.)

Application of Union Oil Company of California D/B/A UNOCAL for high angle directional drilling pilot project, special operating rules therefor, unorthodox gas well location and simultaneous dedication, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to initiate a high angle directional drilling pilot project in an existing 160-acre gas spacing and proration unit in the South Blanco Pictured Cliffs Pool comprising the NE/4 of Section 20, Township 27 North, Range 6 West. The applicant proposes to utilize its existing Rincon Unit Well No. 254 located at an unorthodox surface gas well location 1419 feet from the North line and 794 feet from the East line (Unit H) of said Section 20 and penetrate the Pictured Cliffs formation with a 60 degree angled wellbore oriented in a westerly direction. Applicant proposes to keep the horizontal displacement of said well's producing interval within the allowed 790 foot offsetting provisions for said pool, pursuant to the Special Rules and Regulations for the South Blanco Pictured Cliffs Pool, as promulgated by Division Order No. R-8170, as amended. Further, the applicant proposes to simultaneously dedicate production from said well with production from the existing Rincon Unit Well No. 52 located at a standard gas well location 1650 feet from the North line and 990 feet from the East line (Unit H) of said Section 20, therefore any provisions adopted for said project area should contain provisions allowing for appropriate exceptions or amendments to the General Rules for the Prorated Gas Pools of New Mexico, as promulgated by said Order No. R-8170, as amended. Said unit is located approximately 10.5 miles southwest by south of Gobernador, New Mexico.

CASE 10370: (Continued from August 22, 1991, Examiner Hearing.)

Application of Coleman Oil and Gas, Inc. for salt water disposal, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Point Lookout interval of the Blanco-Mesaverde Pool in the perforated interval from approximately 4380 feet to 4480 feet in its Sunco Disposal Well No. 1 to be drilled 1595 feet from the North line and 1005 feet from the West line (Unit E) of Section 2, Township 29 North, Range 12 West. Said location is approximately 2.5 miles south by east of Flora Vista, New Mexico.

 In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain existing pools in Chaves and Eddy Counties, New Mexico:

- (A) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Canyon production and designated as the Frontier Hills-Upper Pennsylvanian Gas Pool. The discovery well is the Pacific Enterprises Oil Co. PEOC 15ST Well No. 1 located in Unit L of Section 15, Township 23 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM  
Section 15: W/2

- (B) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Pennsylvanian production and designated as the North Newmill-Pennsylvanian Gas Pool. The discovery well is the Robert J. Mannes State 35 Well No. 1 located in Unit J of Section 35, Township 3 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 3 SOUTH, RANGE 27 EAST, NMPM  
Section 35: E/2

- (C) EXTEND the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, to include therein:  
TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM  
Section 14: N/2  
Section 15: E/2
- (D) EXTEND the East Burton Flat-Strawn Gas Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 20 SOUTH, RANGE 30 EAST, NMPM  
Section 6: W/2
- (E) EXTEND the Cabin Lake-Delaware Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM  
Section 12: NW/4
- (F) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM  
Section 15: All  
Section 20: E/2  
Section 21: W/2  
Section 22: N/2
- (G) EXTEND the East Catclaw Draw-Delaware Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM  
Section 9: SE/4
- (H) EXTEND the South Culebra Bluff-Atoka Gas Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM  
Section 36: E/2
- (I) EXTEND the North Dagger Draw-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM  
Section 8: E/2  
Section 31: NE/4
- (J) EXTEND the South Dagger Draw-Upper Pennsylvanian Assoc. Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM  
Section 36: N/2
- (K) EXTEND the Diamond Mound-Morrow Gas Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM  
Section 4: S/2
- (L) EXTEND the Fadeaway Ridge-Delaware Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM  
Section 6: NE/4
- (M) EXTEND the Grayburg-Morrow Gas Pool in Eddy County, New Mexico, to include therein:  
TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM  
Section 11: S/2