Dockets Wes. 14-54 and 15-54 are centatively set for June 20 and July 11, 1984. Applications for hearing must be filled at least 12 days in advance of hearing date.

COCKET: EXAMINER HEARING - WEDNESDAY - JUNE 5, 1984

3:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE EVILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner or Michael E. Stogner, Alternate Examiner:

- <u>CASE 3198</u>: Application of Eddy County Board of Commissioners to utilize produced water, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks permission to utilize produced water for road building and maintenance on Eddy County roads.
- <u>JASE 3199</u>: Application of Earle M. Craig, Jr. Corp. for an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Morrow location 1320 feet from the North and East lines of Section 2, Township 21 South, Range 33 East, Lots 1 through 3 of said Section 1 to be dedicated to the well.
- <u>CASE 3200</u>: Application of Harvey E. Yates Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Morrow formations underlying the W/2 of Section 8, Township 17 South, Range 29 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 3182: (Continued from May 9, 1984 Examiner Hearing)

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Application of Mesa Petroleum Co. for NGPA determination, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that production from its State Com AJ Well No. 34 is above normal NGPA stripper well levels as a result of the recognized enhanced recovery techniques as defined by 18 CFR 271.803 (a).

CASE 8183: (Continued from May 9, 1984, Examiner Hearing)

Application of Mesa Petroleum Co. for NGPA determination, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that production from its State Com AI WE11 No. 33 is above normal NGPA stripper well levels as a result of the recognized enhanced recovery techniques as defined by 18 CFR 271.803 (a).

- CASE 3201: Application of Enserch Exploration, Inc. for a non-standard protation unit, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 320-acre non-standard Morrow protation unit comprising the SW/4, S/2 NW/4, and W/2 SE/4 of Section 13, Township 12 South, Range 31 East.
- CASE 8202: Application of Getty Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Pennsylvanian well location 1320 feet from the South line and 660 feet from the West line of Section 32, Township 21 South, Range 24 East, all of said Section 32 to be dedicated to the well.
- CASE 8203: Application of HNG Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formations underlying the S/2 of Section 19, Township 24 South, Range 35 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8180: (Continued and Readvertised)

Application of OGR Operating Company, Inc. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the E/2 of Section 17, Township 16 South, Range 34 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- <u>DAGE 8204</u>: Application of Costa Resources, Inc. for an incrthodox well location, Eddy County, New Mexico. Applicant, in the ibove-styled cause, seeks approval of an inorthodox Morrow well location 1600 feet from the South line and 560 feet from the East line of Section 2, Township 18 South, Range 28 East, the SC2 of Baid Section 2 to be dedicated to the well.
- 2A3E 3205: Application of Cities Service Oil & Gas Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 1250 feet from the North line and 1000 feet from the East line of Section 21, Township 21 South, Range 27 East, surton Flats-Approx Gas Pool, the N/2 of said Section 21 to be dedicated to the well.
- CASE 3206: Application of Easter Petroleum Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp formation inderlying the SW/4 SE/4 of Section 14, Township 15 South, Range 37 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 3207: Application of Coastal Oil & Gas Corporation for a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard oil proration unit comprising the NE/4 SE/4 of Section 6, Township 14 South, Range 33 East, Baum-Upper Pennsylvanian Pool.
- <u>CASE 3008</u>: Application of Coastal Oil & Gas Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 990 feet from the North Line and 660 feet from the East line of Section 5, Township 14 South, Range 33 East, Baum-Upper Pennsylvanian Pool, the NE/4 of said Section 5 to be dedicated to the well.
- CASE 3209: Application of Coastal Oil & Gas Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1980 feet from the South line and 990 feet from the East line of Section 27, Township 14 South, Range 32 East, Tulk-Pennsylvanian Pool, the SE/4 of said Section 27 to be dedicated to the well.
- <u>CASE 3210</u>: Application of Coastal 0il & Gas Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation at a depth of 5100 feet to 5500 feet in the following two wells in Township 14 South, Range 32 East: State "27" Well No. 1 located in Unit H of Section 27 and State "22" Well No. 1 located in Unit I of Section 22. Said State "22" Well No. 1 is currently being used to dispose of produced salt water into the Pennsylvanian formation.
- CASE 8211: Application of Penroc Oil Corporation for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Angell Ranch Well No. 1 located in Unit B of Section 33, Township 19 South, Range 28 East, Winchester-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8212: Application of W. A. Moncrief, Jr. for a HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Jurnegan State Well No. 1 located in Unit C of Section 8, Township 24 South, Range 25 East, Mosley Canyon-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- <u>CLEE 8213</u>: Application of W. A. Moncrief, Jr. for HARDSHIPGAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Marathon State Well No. 1 located in Unit J of Section 11, Township 24 South, Range 24 East, Baldridge Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8214: Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Baldridge Federal Well No. 2 located in Unit B of Section 14, Township 24 South, Range 24 East, Baldridge Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- <u>CASE 8215</u>: Application of Alpha Twenty-One Production Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its BRC Madera Well No. 1 located in Unit B of Section 29, Township 22 South, Range 27 East, South Carlsbad-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

- [NSE +117]: polymetrics of Cartis S. Little for HARDSHIP SAS VEU. (See Science Science, New Maxico). applicant, in the above-styled cause, seeks a determination of the Science Com Well No. 12 located in chit S of Section 11, Township 18 North, Range 13 West, contents in coll, is a hardship gas well which should be granted priority access to pipeline take of other in contents waste.
- MASI S113: Application of Dimero Operating Company for HARDSHIP GAS The InterFIPLCATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination frage its Direct State Comm. Well No. 1 Ideated in Unit C of Section 16, Township 22 South, Range 18 Tast, Dublin Ranch-Morrow Gas Pool, is a nardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 3219: Application of Dinero Operating Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Little Squaw Comm. Well No. 1 located in Unit F of Section 27, Township 22 South, Range 28 East, Dublin Ranch-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8220: Application of Dinero Operating Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Big Chief Comm. Well No. 4 located in Unit N of Section 15, Township 22 South, Range 28 East, Dublin Ranch-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 3221: Application of Dinero Operating Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Big Chief Comm Well No. 1 located in Unit F of Section 22, Township 22 South, Range 28 East, Dublin Ranch-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8225: Application of Stevens Operating Corporation for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from 3400 feet below the surface down to and including the base of the Fusselman formation underlying the N/2 of Section 19, Township 8 South, Range 29 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8222: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, abolishing, contracting and extending certain pools in Chaves, Lea, and Roosevelt Counties, New Mexico:
 - (a) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Mississippian production and designated as the Northwest Austin-Mississippian Gas Pool. The discovery well is the Harvey E. Yates Company Duncan Unit Well No. 3 located in Unit N of Section 26, Township 13 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 35 EAST, NMPM Section 26: S/2

(b) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres production and designated as the East Bishop Canyon-San Andres Pool. The discovery well is the Bishop Canyon Uranium Company Forest A Well No. 1 located in Unit A of Section 11, Township 18 South, Range 38 East, NMPM. Said pool would comprise:

> TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 11: NE/4

(c) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres production and designated as the West Bishop Canyon-San Andres Pool. The discovery well is the H. L. Brown, Jr. Houston Well No. 1 located in Unit H of Section 9, Township 18 South, Range 38 East, NMPM. Said pool would comprise:

> TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 9: E/2 Section 10: W/2

- 11.5
- INEATE a new pool in Chaves Jounty, New Maxico, classified as a gas pool for Morrow production and designated as the Mest Aproca-Vorrow Mas Pool. The Associated Well is the Enserch Exploration. In A state 10 Well Mo. 1 located in Mattin 1 of Section 13, Township 12 South, Marga 71 Last. MPM. Sail pool would coordse:

TOWNSHIP 12 SOUTH, RANGE 31 EAST, IMPM

Section 13: N/2

E INEATE 1 new pool in Chaves County, New Newico, classified as an oil pool for Parmo Upper Pennsylvanian production and lesignated as the Cedar Point-Permo Upper Pennsylvanian Pool. Further, to assign approximately 25,050 barrels of discovery allowable to the discovery well the McClellan Oil Corporation McClellan A Federal Well No. 2 located in Unit H of Section 27, Township 15 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM

Section 27: NE/4

(f) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Queen production and designated as the North Corbin-Queen Gas Pool. The discovery well is the Phillips Oil Company Leamex Nell No. 20 located in Unit B of Section 23, Township 17 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 23: NE/4

(g) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production and designated as the Southeast Denton-Pennsylvanian Pool. The discovery well is the Newmont Oil Company State 16 Well No. 1 located in Unit K of Section 16, Township 15 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 37 EAST, NMPM

Section 16: SW/4

(h) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Mescalero Escarpe-Bone Spring Pool. Further, to assign approximately 23,530 barrels of discovery allowable to the discovery well the Cities Service Oil and Gas Corporation State DW Well No. 1 located in Unit J of Section 12, Township 18 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 12: SE/4

(i) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Delaware production and designated as the Northeast Salado Draw-Delaware pool. The discovery well is The Superior Oil Company State 36 Well No. 1 located in Unit G of Section 36, Township 25 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 33 EAST, NMPM

Section 36: NE/4

(j) CREATE a new pool in Roosevelt County, New Mexico, classified as an oil pool for Fusselman production and designated as the Tanneyhill-Fusselman Pool. The discovery well is the Energy Reserves Group, Inc. Miller Well No. 1 located in Unit G of Section 10, Township 6 South, Range 33 East, NMPM. Said pool would comprise:

> TOWNSHIP 6 SOUTH, RANGE 33 EAST, NMPM Section 10: NE/4

(k) ABOLISH the Bishop Canyon-San Andres Pool in Lea County, New Mexico, described as:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM

Section 9: E/2 Section 10: W/2 and NE/4 Section 11: N/2

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(1) CONTRACT the Rhodes-Yates-Seven Rivers Gas Pool in Lea County, New Mexico, by deletion of the following described area:

> TOTNEHIP 13 SMITH, PARKE ST HAST, UMPM Section 11: US. - NW, -

(m) INTERD the Rhodes Yates-Seven Rivers Oil Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 21: NE/4 NW/4

 (n) EXTEND the Airstrip Upper-Bone Spring Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 26: SW/4

 (o) EXTEND the Baum Upper-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 13 SOUTH, RANGE 32 EAST, NMPM Section 14: SE/4 Section 26: SW/4

(p) EXTEND the Cruz-Delaware Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 23 SOUTH, RANGE 33 EAST, NMPM Section 17: NW/4 Section 18: NE/4

(q) EXTEND the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 1: Lots 3, 4, 5, and 6 Section 2: Lots 1, 2, 7, and 8

(r) EXTEND the Feather-Morrow Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 21: NE/4

(s) EXTEND the West Jal-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 36 EAST, NMPM Section 17: NE/4

(t) EXTEND the Many Gates-Wolfcamp Pool in Chaves County, New Mexico, to include therein:

> TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM Section 29: SW/4

(u) EXTEND the West Osudo-Morrow Gas Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM Section 24: W/2

 (v) EXTEND the South Peterson-Pennsylvanian Associated Pool in Roosevelt County, New Mexico, to include therein:

> TOWNSHIP 6 SOUTH, RANGE 33 EAST, NMPM Section 11: NW/4 TOWNSHIP 6 SOUTH, RANGE 34 EAST, NMPM Section 18: Lots 1, 2, and NE/4

ThTTTT the Numracho Plains-Jusen Associated Pool in Las I control to the control of the control therein:

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COREEP 18 SOUTH, RANGE 12 RASE, MORE
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de cion là: NE,→

200737D the Wantz-Granite Wash Pool in Lea County, New Metting to include the transmission.

Section 19: NW/+

- <u>UASE 3223</u>: In the matter of the hearing called by the Oil Conservation Division on its own monion for an order creating, redesignating, and extending vertical and horizontal limits of certain pools in Thaves and Eddy Counties, New Mexico:
 - (a) JREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Northwest Fenton-Delaware Pool. The discovery well is Ammex Pet. Inc. - Big Eddy #98 located in Unit F of Section 7, Township 21 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 7: NW/4

(b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the West Four Mile-Strawn Gas Pool. The discovery well is Chama Pet. Co. - Crusader Rabbit #1 located in Unit C of Section 8, Township 19 South, Range 26 East, NMPM. Said pool would comprise:

> TOWNSHIP 19 SOUTH, RANGE 26 EAST, NMPM Section 8: N/2

(c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Southeast Loving-Atoka Gas Pool. The discovery well is HNG OIL Co. - Loving 36 State #1 located in Unit N of Section 36, Township 23 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM

Section 36: S/2

 (d) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Ross Draw-Delaware Pool. The discovery well is J. C. Williamson - Ross Draw Unit #2 located in Unit C of Section 34, Township 26 South, Range 30 East, NMPM. Said pool would comprise:

> TOWNSHIP 26 SOUTH, RANGE 30 EAST, NMPM Section 34: NW/4

(e) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the West Ross Draw-Delaware Pool. The discovery well is J. C. Williamson-Abby Federal #1 located in Unit P of Section 28, Township 26 South, Range 30 East, NMPM. Said pool would comprise:

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TOWNSHIP 26 SOUTH, RANGE 30 EAST, NMPM
Section 28: SE/4
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(f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Delaware production and designated as the Tecolote Peak-Delaware Gas Pool. The discovery well is Ray Haskins-Aminoil State #1 located in Unit C of Section 22, Township 26 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 28 EAST, NMPM

Section 22: NW/4

- g 20031300475 the East Atoka Atoka Lorono as Sool in Liddy County, New Nexico, as the Red Lake Atoka-Morrow Association.
- h ANDEND the vertical limits of the Jest Atlantic on the Pool in Eddy County, New Menico, to include the Canyon formation on the selectionate said pool as the West Atoka-Upper Pennsylvanian Cas Coult.
- EXTEND the East Avalon-Bone Spring Could in Tail Mounth, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 29 FIAD. AD F Section 27: All Section 34: E/2

TOWNSHIP 21 SOUTH, RANGE 27 EAST, 121PM Section 2: Lots 1-8

(j) EXTEND the Boyd-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 19 SOUTH, RANGE 25 EAST, NNPM Section 14: S/2 Section 23: All

(k) EXTEND the Esperanza-Delaware Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 28: All Section 33: All

 EXTEND the Herradura Bend - Delaware Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 36: N/2 TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM

Section 31: W/2

(m) EXTEND the South Loco Hills Queen-Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 32: SE/4 and S/2 SW/4

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 5: All

(n) EXTEND the Malaga-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM Section 1: All Section 2: All TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM Section 6: W/2

(o) EXTEND the East Millman-Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 18: NE/4

b HWTEND the Red Lake Queen-Grayburg-Sim Ambres Pool in Eddy County, New Mexico, to include therein:

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100013HIP 17 SOUTH, RANGE 17 EAST, DMPM
Section 13: N/2
100013HIP 17 SOUTH, RANGE 28 EAST, DMPM
Section 7: N/2
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SUITEND the Sams Ranch-Grayburg Das Pool in Chaves County, New Mexico, to include therein:

> TOWNSHIP 14 SOUTH, RANGE 28 EAST, NMPM Section 12: NW/4

r) EXTEND the Seven Rivers-Yeso Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM Section 34: N/2

(s) EXTEND the North Square Lake-Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 16 SOUTH, RANGE 31 EAST, NMPM Section 11: SE/4 and S/2 SW/4 Section 14: NW/4

Docket No. 23-84

DOCKET: EXAMINER HEARING - THURSDAY - JUNE 7, 1984

8:00 A.M. - MORGAN HALL STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following case will be heard before Richard L. Stamets, Examiner or Michael E. Stogner, Alternate Examiner:

<u>CASE 8224</u>: In the matter of the hearing called by the Oil Conservation Division on its own motion to prohibit the disposal of water produced in conjunction with oil and natural gas in unlined pits, on the surface of the ground, in any water course, or in any body of water in McKinley, Rio Arriba, Sandoval, and San Juan Counties, New Mexico. Applicant, in the above-styled cause, proposes that such disposal be prohibited at well sites, tank batteries, pipelines, pipeline stations, plants (processing or treating), or at any location where such waters are collected. <<u>CASE 8213</u>: (Continued from June 6, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Marathon State Well No. 1 located in Unit J of Section 11, Township 24 South, Range 24 East, Baldridge Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste. ¥,

CASE 8216: (Continued from June 6, 1984, Examiner Hearing)

Application of M. J. Brannon for HARDSHIP GAS WELL CLASSIFI-CATION, San Juan County, New Mexico. Applicant, in the abovestyled cause, seeks a determination that its Federal 20 Well No. 1R located in Unit J of Section 20, Township 25 North, Range 9 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste. Docket Nos. 32-84 and 33-84 are tentatively set for August 22 and September 5, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 8, 1984

8 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 Michael E. Stogner or Gilbert P. Quintana, Alternate Examiners:

- <u>CASE 8290</u>: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack L. Cayias, J. R. Abraham and all other interested parties to appear and show cause why the Charles M Well No. 1 located 1850 feet from the South line and 790 feet from the West line of Section 1, Township 25 North, Range 3 West, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 8291: Application of I & W Transportation, Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Kemnitz-Lower Wolfcamp Pool in the perforated interval from 10,694 feet to 11,348 feet in its Sombrero "MS" State Well No. 2 located in Unit C of Section 27, Township 16 South, Range 33 East.
- CASE 8278: (Continued from July 25, 1984, Examiner Hearing)

Application of Mesa Grande Resources, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Gavilan-Mancos Pool to the base of the Dakota producing interval underlying the W/2 of Section 23, Township 25 North, Range 2 West, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- <u>CASE 8292</u>: Application of Pollution Control, Inc. for amendment to Division Order No. R-3725, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-3725 to authorize the expansion of the existing disposal facility in the vicinity of Laguna Gatuna to include the SW/4 SW/4 of Section 17, Township 20 South, Range 32 East.
- <u>CASE 8293</u>: Application of Apollo Energy Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bough "C" formation through the open hole completion from 9597 feet to 9615 feet in its Federal A-13 Well No. 1 located in Unit C of Section 13, Township 9 South, Range 35 East.
- <u>CASE 8294</u>: Application of Lewis B. Burleson, Inc. for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Harrison Well No. 2 located in Unit N of Section 25, Township 24 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- <u>CASE 8295</u>: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Undesignated Gallup and Dakota production in the wellbore of its Jicarilla Apache A-118 Well No. 8 located in Unit P of Section 35, Township 26 North, Range 3 West, and all wells subsequently to be drilled on this same lease which includes Sections 25, 26, 35, and 36 of this Township.
- CASE 8296: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Mesaverde, Gallup and Dakota production in the wellbore of its Fred Phillips "C" Well No. 3 in Section 15, Township 25 North, Range 3 West, the NW/4 of said Section 15 to be dedicated to the well, and in all wells subsequently to be drilled on these leases which include all of Section 10 and the N/2 of said Section 15, Township 25 North, Range 3 West.

CASE 8276: Continued and Readvertised)

Application of ARCO Oil & Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry, Drinkard and Wantz-Abo production in the wellbores of its Roy Barton Well No. 2 located in Unit B, its Roy Barton Well No. 3 located in Unit H, and its S. J. Sarkeys Well No. 4 located in Unit P, all in Section 23, Township 21 South, Range 37 East.

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CASE 8297: (This case will be dismissed.)

Application of HNG Oil 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 N/2 of Section 25, Township 24 South, Range 28 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

<u>CASE 8298</u>: Application of Mesa Petroleum Co. for retroactive allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of a retroactive gas allowable to its State Com AK Well No. 35 and its State Com AK Well No. 35E located in Section 36, Township 32 North, Range 12 West, Basin-Dakota Pool. Applicant seeks the assignment of the retroactive allowable from the date of first connection in October, 1980 until the date of the first regular allowable in April, 1982.

CASE 8299: (This case will be dismissed.)

Application of Southland Royalty Company for a non-standard proration unit. San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 201.67-acre non-standard proration unit in Section 12, Township 32 North, Range 8 West, Albino-Pictured Cliffs Pool.

CASE 8275: (Continued from July 25, 1984, Examiner Hearing)

Application of Robert E. Landreth for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow, Atoka, and Strawn formations underlying the N/2 of Section 3, Township 25 South, Range 34 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North and West lines of said Section 3. 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 8300: Application of Morris R. Antweil for compulsory pooling, 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 Blinebry formation underlying the NE/4 NW/4 of Section 7, Township 20 South, Range 38 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- <u>CASE 3301</u>: Application of Morris R. Antweil for compulsory pooling, 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 Abo formation underlying the NW/4 NE/4 of Section 33, Township 19 South, Range 38 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8212: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for a HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Jurnegan State Well No. 1 located in Unit C of Section 8, Township 24 South, Range 25 East, Mosley Canyon-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8213: (Continued from July 11, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Marathon State Well No. 1 located in Unit J of Section 11, Township 24 South, Range 24 East, Baldridge Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8214: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Baldridge Federal Well No. 2 located in Unit B of Section 14, Township 24 South, Range 24 East, Baldridge Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

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CASE 8226: (Continued from July 25, 1984, Examiner Hearing)

Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its South Empire State Com Well No. 1 located in Unit M of Section 24, Township 17 South, Range 28 East, South Empire-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

Docket No. 31-84

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 15, 1984

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

The following cases will be heard before Gilbert P. Quintana, Examiner, or Richard L. Stamets or Michael E. Stogner, Alternate Examiners:

- <u>ALLOWABLE</u>: (1) Consideration of the allowable production of gas for September, 1984, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
 - (2) Consideration of the allowable production of gas for September, 1984, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 8217: (Continued from July 25, 1984, Examiner Hearing)

Application of Curtis J. Little for HARDSHIP GAS WELL CLASSIFICATION, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Federal Com Well No. 2E located in Unit N of Section 11, Township 28 North, Range 13 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8204: (Continued from July 25, 1984, Examiner Hearing)

Application of Costa Resources, Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Morrow well location 1600 feet from the South line and 660 feet from the East line of Section 2, Township 18 South, Range 28 East, the S/2 of said Section 2 to be dedicated to the well.