

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 17, 1984

8:00 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 Michael E. Stogner Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for November, 1984, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for November, 1984, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 8354: (Continued from October 3, 1984, Examiner Hearing)

Application of Yates Petroleum Corporation for a unit agreement, Santa Fe County, New Mexico. Applicant, in the above-styled cause, seeks approval for the La Mesa Unit comprising 80,000 acres, more or less, of State, Federal and Fee lands in Townships 15, 16, 17, and 18 North, Ranges 8 and 9 East.

CASE 8355: (Continued from October 3, 1984, Examiner Hearing)

Application of Yates Petroleum Corporation for a unit agreement, Chaves and Otero Counties, New Mexico. Applicant, in the above-styled cause, seeks approval of the One Three Unit comprising 176,800 acres, more or less, of State, Federal, and Fee lands in Townships 16, 17, 18 and 19 South, Ranges 13, 14, 15, 16, and 17 East.

CASE 8356: (Continued from October 3, 1984, Examiner Hearing)

Application of Yates Petroleum Corporation for a unit agreement, Santa Fe and Sandoval Counties, New Mexico. Applicant, in the above-styled cause, seeks approval of the Caja Del Rio Grande Unit comprising 122,600 acres, more or less, of State, Federal and Fee lands in Townships 15, 16, 17, 18 and 19 North, Ranges 6, 7, and 8 East.

CASE 8371: Application of Petroleum Corporation of Delaware for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Strawn production comprising the SE/4 of Section 5, Township 20 South, Range 29 East, and the promulgation of temporary special pool rules therefor including a provision for 160-acre well spacing and proration units and a 3,000 to 1 gas-oil ratio limitation retroactive to February 1, 1984.

CASE 8372: Application of Harvey E. Yates Company 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 bottom of the Mississippian formation underlying the N/2 of Section 24, Township 14 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 8373: 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 from the surface to the base of the Morrow formation underlying the N/2 of Section 11, Township 18 South, Range 31 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 8374: Application of J. Cleo Thompson and James Cleo Thompson, Jr., a Partnership, for an exception to Rule 104 C.I., Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C.I. of the Division's General Rules and Regulations to allow for more efficient development of its West Square Lake Waterflood Project in its West Square Lake Unit Area, Townships 16 and 17 South, Range 30 East.

CASE 8324: (Continued and Readvertised)

Application of Yates Petroleum Corporation for a Carbon Dioxide Injection Pilot Project and unorthodox locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a carbon dioxide injection pilot project by the injection of carbon dioxide and water into the Grayburg formation in two wells proposed to be drilled in the West Loco Hills Unit at unorthodox locations:

- (a) West Loco Hills Unit G4S Tract 13-12, located 1980 feet from the North line and 10 feet from the East line; and
- (b) West Loco Hills Unit G4S Tract 6-5, located 2475 feet from the South line and 10 feet from the East line

both in Section 12, Township 18 South, Range 29 East.

CASE 8375: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 660 feet from the North and East lines of Section 32, Township 19 South, Range 24 East, to test the Wolfcamp through Morrow formations, the N/2 of said Section 32 to be dedicated to the well.

CASE 8376: Application of Yates Petroleum Corporation for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 330 feet from the North line and 2,600 feet from the East line of Section 32, Township 16 South, Range 31 East, to test the San Andres formation, the NW/4 NE/4 of said Section 32 to be dedicated to the well.

CASE 8348: (Continued from October 3, 1984, Examiner Hearing)

Application of Yates Petroleum 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 950 feet from the North line and 1500 feet from the West line of Section 27, Township 16 South, Range 37 East, Casey-Strawn Pool, the N/2 NW/4 of said Section 27 to be dedicated to the well.

CASE 8377: Application of Ray Westall for amendment of Division Order No. R-7567, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-7567 to change the operator to Ray Westall of Loco Hills, New Mexico, and to extend the time for commencement of the subject well to October 15, 1984.

CASE 8226: (Continued from October 3, 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.

CASE 8359: (Continued from October 3, 1984, Examiner Hearing)

Application of Doyle Hartman for **the** reinstatement of cancelled underproduction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order to reinstate the cancelled underproduction assigned to the existing 320-acre non-standard gas proration unit comprised of the S/2 of Section 17, Township 24 South, Range 37 East, Jalmat Gas Pool, and dedicated to its Late Thomas Wells Nos. 1, 2, and 3 located in Units M, L, and J, respectively, of said Section 17.