

Dockets Nos. 1-85 and 2-85 are tentatively set for January 3 and January 16, 1985. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - DECEMBER 19, 1984

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

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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 January, 1985, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for January, 1985, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 8426: Application of McClellan Oil Corporation for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Snake Eyes Unit Area comprising 9,946.34 acres, more or less, of State, Federal and Fee lands in Township 14 South, Ranges 20 and 21 East.

CASE 8427: Application of McClellan Oil Corporation for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Flying "H" Unit Area comprising 18,301.69 acres, more or less, of State, Federal and Fee lands in Townships 14 and 15 South, Ranges 19 and 20 East.

CASE 8387: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Arroyo Del Mancho Unit Area comprising 25,214.78 acres, more or less, of State, Federal and Fee lands in Townships 4, 5, and 6 South, Ranges 21 and 22 East.

CASE 8388: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Five Mile Draw Unit Area comprising 6,457.74 acres, more or less, of State, Federal and Fee lands in Townships 4, 6, and 7 South, Ranges 23 and 24 East.

CASE 8389: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Huggins Draw Unit Area comprising 29,351.91 acres, more or less, of State, Federal and Fee lands in Townships 4 and 5 South, Ranges 22, 23, and 24 East.

CASE 8410: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Madewell Anticline Unit Area comprising 39,278.45 acres, more or less, of State, Federal and Fee lands in Townships 12, 13, and 14 South, Ranges 21 and 22 East.

CASE 8423: (Continued and Readvertised)

Application of Braden-Deem, Inc. for a waterflood project, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the San Andres formation by the injection of water in the perforated interval from approximately 4189 feet to 4382 feet in its State "DB" Well No. 6 located 660 feet from the South and West lines (Unit M) of Section 25, Township 7 South, Range 33 East, NMPM, Chaveroo-San Andres Pool, Chaves County.

CASE 8428: Application of Jubilee Energy 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 Delaware Sand formation in the perforated interval from 4854 feet to 4872 feet in its Exxon "A" Federal Well No. 2 located 1980 feet from the South and West lines of Section 27, Township 24 South, Range 32 East.

- CASE 8429: Application of Exxon Corporation for a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project in the Cruz-Delaware Pool by the injection of water into the Ramsey Sand member of the Bell Canyon formation through its New Mexico State "DL" Well No. 3 located 990 feet from the South line and 330 feet from the West line of Section 17, Township 23 South, Range 33 East.
- CASE 8430: 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, Morrow formation, the N/2 of said Section 32 to be dedicated to the well.
- CASE 8431: 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 600 feet from the South and East lines of Section 8, Township 18 South, Range 25 East, Morrow formation, the S/2 of said Section 8 to be dedicated to the well.
- CASE 8432: Application of Marbob Energy Corporation for three unorthodox oil well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of three unorthodox oil well locations as follows:

2310' FNL and 25' FWL  
SW/4 NW/4 (Unit E)

1425' FNL and 330' FEL  
SE/4 NE/4 (Unit H)

1425' FNL and 1345' FEL  
SW/4 NE/4 (Unit G)

All in Section 14, Township 17 South, Range 29 East, Grayburg-Jackson Pool.

- CASE 8433: Application of Marbob Energy Corporation for an exception to General Rule 104-F and for infill well findings, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104F of the Division's General Rules and Regulations within portions of Sections 10, 11, 17, and 27 and all of Sections 14, 15, 16, 21, 22, and 28, all in Township 17 South, Range 29 East, NMPM, Grayburg-Jackson Pool, to provide for wells to be located not nearer than 10 feet to the quarter-quarter section line nor nearer than 330 feet to lands owned by an offset operator and to also permit the optional drilling and production of more than one well on a proration unit, such wells being necessary to effectively and efficiently drain the reserves under said proration unit.
- CASE 8434: 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 the surface down to and including the base of the San Andres formation underlying the SW/4 SW/4 of Section 10, Township 9 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 8435: Application of Coastal Oil & Gas Corporation for compulsory pooling and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Devonian formation underlying the S/2 of Section 6, Township 13 South, Range 35 East, to be dedicated to a well to be drilled at an unorthodox gas well location 1650 feet from the South line and 660 feet from the West line of said Section 6 and pooling all mineral interests from the top of the Wolfcamp to the base of the Atoka formation underlying the NW/4 SW/4 of said Section 6, 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 8436: Application of Sage Energy Company 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 South and West lines of Section 8, Township 19 South, Range 24 East, Antelope Sink-Upper Pennsylvanian Pool, the S/2 of said Section 8 to be dedicated to the well.
- CASE 8437: Application of Champlin Petroleum Company for two waterflood projects, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its State 5-8-33 Lease by the injection of water into the San Andres formation through the perforated interval from 4223 feet to 4401 feet in its State 5-8-33 Well No. 5 located 1980 feet from the North and East lines (Unit G) of Section 5, and to also institute a waterflood project on its State 5-A Lease by the injection of water into the San Andres formation through the perforated interval from 4216 feet to 4398 feet in its State 5-A Well No. 1 located 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 5, both wells located in Township 8 South, Range 33 East, NMPM, Chaveroo-San Andres Pool, Chaves County.

Dockets Nos. 11-85 and 12-85 are tentatively set for April 10 and April 24, 1985. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 27, 1985

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

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

CASE 8484: (Continued from February 27, 1985, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit La Jet, Inc., the Travelers Indemnity Company, and all other interested parties to appear and show cause why the La Jet, Inc. State Well No. 1 located 660 feet from the South line and 2310 feet from the West line of Section 16, Township 21 South, Range 34 East, Lea County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 8530: Application of Reading & Bates Petroleum Co. 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 North Tocito-Dome-Pennsylvanian Associated Pool in the perforated interval from approximately 6382 feet to 6386 feet in its Navajo Tocito Well No. 4 located 1963 feet from the South line and 997 feet from the West line of Section 10, Township 26 North, Range 18 West.

CASE 8531: Application of Metex Pipe & Supply Company for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 2970 feet from the South line and 1270 feet from the West line of Section 4, Township 16 South, Range 31 East, North Square Lake Grayburg-San Andres Pool, Lot 13, (Unit M) of said Section 4 to be dedicated to the well.

CASE 8532: Application of Fred G. Yates, Inc. 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 Baum-Upper Pennsylvanian Pool underlying the SW/4 of Section 13, Township 13 South, Range 32 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 8533: Application of Ike Lovelady, Inc. for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Sam H. Snoddy Federal Well No. 1 located 660 feet from the North and East lines (Unit A) of Section 26, Township 20 South, Range 32 East, South Salt Lake-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8509: (Continued from March 13, 1985, Examiner Hearing)

Application of TXO Production Corporation for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Wolfcamp formation to the base of the Strawn formation underlying the E/2 of Section 14, Township 22 South, Range 27 East, to form a standard 320-acre gas spacing and proration unit, to be dedicated to a well to be drilled at an unorthodox gas well location 990 feet from the North line and 1980 feet from the East line of said Section 14. 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 8429: (Readvertised)

Application of Exxon Corporation for a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project in the Cruz-Delaware Pool by the injection of water into the Ramsey Sand member of the Bell Canyon formation through its New Mexico State "EF" Well No. 3 located 990 feet from the South line and 330 feet from the West line of Section 17, Township 23 South, Range 33 East.

- CASE 8534: Application of A. M. Kalaf and George Kalaf for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the East Puerto Chiquito-Mancos Oil Pool underlying the SE/4 of Section 4, Township 25 North, Range 1 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 8535: Application of Slayton Oil Corporation for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 70.5-acre, more or less, non-standard proration unit comprising Lots 8 and 9 of Section 18, Township 29 North, Range 14 West, Cha Cha-Gallup Oil Pool.
- CASE 8510: (Continued from March 13, 1985, Examiner Hearing)
- Application of Santa Fe Energy Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 990 feet from the North line and 660 feet from the West line (Unit D) of Section 25, Township 22 South, Range 27 East, to test the Wolfcamp, Strawn and Morrow formations, the W/2 of said Section 25 to be dedicated to the well.
- CASE 8519: (Continued from March 13, 1985, Examiner Hearing)
- Application of ARCO Oil and Gas Co. 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 Upper Pennsylvanian production comprising the E/2 NW/4 of Section 35, Township 17 South, Range 29 East, and the promulgation of temporary special pool rules therefor including a provision for 80-acre well spacing and proration units and special well location requirements.
- CASE 8536: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1190 feet from the South line and 1840 feet from the East line of Section 13, Township 28 North, Range 13 West, Totah-Gallup Oil Pool, the S/2 SE/4 of said Section 13 to be dedicated to the well.
- CASE 8537: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1010 feet from the North line and 1450 feet from the West line of Section 24, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the N/2 NW/4 of said Section 24 to be dedicated to the well.
- CASE 8538: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1190 feet from the South and West lines of Section 25, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the S/2 SW/4 of said Section 25 to be dedicated to the well.
- CASE 8539: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1080 feet from the South line and 1110 feet from the East line of Section 35, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the S/2 SE/4 of said Section 35 to be dedicated to the well.
- CASE 8540: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1460 feet from the North and East lines of Section 32, Township 28 North, Range 12 West, Cha Cha-Gallup Oil Pool, the S/2 NE/4 of said Section 32 to be dedicated to the well.
- CASE 8541: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1110 feet from the South line and 940 feet from the West line of Section 36, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the S/2 SW/4 of said Section 36 to be dedicated to the well.
- CASE 8542: Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 820 feet from the South line and 920 feet from the East line of Section 29, Township 28 North, Range 12 West, Cha Cha-Gallup Oil Pool, the S/2 SE/4 of said Section 29 to be dedicated to the well.