CASE 8690: Application of Doyle Hartman for a non-standard proration unit, two unorthodox locations, and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of two wells to be located at unorthodox well locations, the first of which is to be at least 1325 feet from the South line but not more than 1650 feet from the South line and at least 560 feet from the West line but not more than 850 feet from the West line of Section 22, and the second of which is to be at least 250 feet from the North line but not more than 990 feet from the North line and at least 660 feet from the West line but not more than 1980 feet from the West line of Section 27, all in Township 25 South, Range 37 East, Jalmat Gas Pool and Langlie Mattix Pool, is necessary to effectively and efficiently drain that portion of a 240-acre non-standard gas proration unit in the Jalmat Gas Pool only, comprising the W/2 SW/4 of Section 22 and the NW/4 of Section 27, Township 25 South, Range 37 East, which cannot be so drained by the existing Jalmat wells. Applicant further seeks approval for the simultaneous dedication of said 240-acre nonstanda:d Jalmat proration unit to the subject wells and the currently producing Carlson-Harrison Federal Com Wells Nos. 1, 2, and 3.

Docket No. 28-85

DOCKET: COMMISSION HEARING - WEDNESDAY - SEPTEMBER 18, 1985

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 8645: (Reopened)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to amend Rule 132 to require a copy of Form C-101 (Permit) on location during drilling operations, to provide for notice to landowners and/or tenants prior to the staking of well locations, and to provide for notice to the operator of any other well located on the same quarter-quarter section. This case is being reopened to additionally consider requiring notice to the operator of any other well on a 40-acre tract by the operator of a new well to be drilled thereon.

NOTE: Following consideration of this matter on July 10, 1985, an operator requested that the case be reopened for consideration of an additional requirement for notice to the operator of any other well on a 40-acre tract by the operator of a new well proposed to be drilled on such tract. This case is reopened for consideration of such request.



In the matter of the hearing called by the Oil Conservation Commission on its own motion to amend Rule 313 by the addition of fresh waters to said rule.

CASE 8649: (Continued from July 10, 1985, Commission Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to amend Rule 1204 and Rule 1205, to delete present Rule 1206, to renumber and amend Rule 1207, and to promulgate a new Rule 1207. The Commission, in the above-styled cause, seeks to amend its rules relative to giving notice of hearings and to establish additional notice requirements for applicants for hearings.

Copies of the proposed rule changes, deletions, and new rules are available at 0il Conservation Division offices in Santa Fe, Hobbs, Artesia, and Aztec.

PLEASE NOTE CHANGES IN PROPOSED RULE 1207:

- (1) The language of paragraphs (a)(2), (a)(5), and (a)(7) has been amended to clarify the party(ies) who should receive notice.
- (2) A new paragraph (a)(8) has been added for exceptions to rules or orders controlling surface disposition of produced water or other fluids.
- (3) A new paragraph (a)(9) has been added to address notice requirements for all other applications.
- (4) Faragraph (b) has been amended to clarify the required content of the "additional notice."
- (5) The final paragraph of part (a) has been redesignated part (c).

CASE 8463: (DE NCVO)

Application of David Fasken for termination of prorationing in the Burton Flat-Morrow Gas Pool, Eddy (ounty, New Mexico. Applicant, in the above-styled cause, seeks an order terminating prorationing in the Burton Flat-Morrow Gas Pool located in portions of Townships 20 and 21 South, Ranges 26, 27, and 28 East, and to also cancel all cumulative over-production and under-production within

Upon application of David Fasken this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 8457: (Reopened)

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In the matter of Case 8457 being reopened on the motion of LeFlore Oil and Gas, Inc. to require America Oil Company to appear and show cause why Division Order No. R-7796, as amended, which authorized compulsory pooling and an unorthodox oil well location in Section 28, Township 16 South. Range 37 East, should not be rescinded.

CASE 8400: (Continued from July 10, 1985, Commission Hearing)

Application of Jack J. Grynberg for amendment of Division Order No. R-6873, Chaves County, New Mexicc. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-6873 to 1) declare the applicant to be the operator of said Order's subject well and unit, 2) allow for the drilling of a second PrePermian well on the established 320-acre provation unit and 3) the establishment of risk factor and overhead charges for the new well.

CASE 8604: (Continued from July 10, 1985, Commission Hearing)

Application of HCW Exploration, Inc. for compulsory pooling and a non-standard gas proration unit. Lea Ccunty, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Jalmat Gas Pool, underlying the SE/4 of Section 27, Township 23 South, Range 36 East, forming a 160-acre non-standard gas proration unit to be dedicated to a vell 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 8605: (Continued from July 10, 1985, Commission Hearing)

Application of Doyle Hartman to rescind Division Order No. R-3690, Lea County, New Mexico. Applicant, in the above-styled cause, seeks to rescind Division Order No. R-3690 which authorized the disposal of produced water into the Seven Rivers formation through the Etz Well No. 3 located 330 feet from the South line and 1650 feet from the West line of Section 27, Township 23 South, Range 36 East, Jalmat Gas Pool, in which HCW Exploration, Inc. is the operator.

CASE 8594: (Continued from July 10, 1985, Commission Hearing)

Application of Doyle Hartman for compulsory pooling, a non-standard gas proration unit, and an unorthodox gas well location, 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 Jalmat Gas Pool underlying the SE/4 of Section 27, Township 23 South, Range 36 East, forming a 160-acre spacing and proration unit, to be dedicated to a well to be drilled 660 feet from the South line and 330 feet from the East line of said Section 27. Applicant further seeks approval for a 160-acre non-standard Jalmat Gas Pool spacing and proration unit comprising said SE/4 of Section 27 also to be dedicated to the aforementioned well which is an unorthodox gas well location in the Jalmat Gas Pool. 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.