LAW OFFICES

A. J. LOSEE JOEL M. CARSON

JAMES E. HAAS ERNEST L. CARROLL LOSEE & CARSON, P. A. 300 AMERICAN HOME BUILDING P. O. DRAWER 239 ARTESIA, NEW MEXICO B8211-0239

AREA CODE 505 746-3508

> TELECOPY 746-6316

2 March 1988

Ms. Florene Davidson New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

> Re: Application of Metex Pipe & Supply Case No. 9322

Dear Ms. Davidson:

This will confirm my telephone request of yesterday to continue the above case from your March 2 to your March 16, 1988 examiner hearing. Thank you for your consideration to this request.

Very truly yours, A. J. Losee

AJL:scp Enclosures

cc: Metex Pipe & Supply Mr. N. Raymond Lamb

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STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



March 24, 1988

GARREY CARRUTHERS GOVERNOR

POST OFFICE EIOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 37501 (505) 827-5800

Mr. James E. Haas Losee, Carson, Haas	Re:	CASE NO. 9322 ORDER NO. R-8620
& Carroll Attorneys at Law		Applicant:
P. O. Drawer 239 Artesia, New Mexico	88211-0239	Metex Pipe and Supply C
Dear Sir:		

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florene Alavidson

FLORENE DAVIDSON OC Staff Specialist

Copy of order also sent to:

Hobbs OCD	x
Artesia OCD	X
Aztec OCD	

Other

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

March 28, 1988

POST OFFICE BOX 1980 HOBBS, NEW MEXICO_BB241-1980 (505) 393-6161

GARREY CAREUTHERS GOVERNOR

> Metex Pipe & Supply P.O. Box 1037 Artesia, NM 88210

Re: State P #6-B Section 24, T21S, R34E

Gentlemen:

We have received a copy of the order approving the unorthodox location for the above-referenced well. It is noted the order refers to the well as the State P #3-B (1520/E and 100/N). Please file Form C-103 requesting the well number be corrected to agree with the order if it should be the State P #3. In the event the order refers to the incorrect well number please advise so we can request the order be corrected.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton Supervisor, District I

JS/ed

4/11/88



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From

EVELYN DOWNS Oil Conservation Staff Specialist

Ja David Catanach

R-8620 was written for well #3 and they permitted the well as the #6 for reasons indicated on the attached C-103, and have requested the order be amended to to refer to the well as #6 instead of the #3.

Evely Ne. to C

Oil Conservation Division PO Box 1980, Hobbs, New Mexico 88240

STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 9322 Order No. R-8620

APPLICATION OF METEX PIPE AND SUPPLY FOR AN UNORTHODOX OIL WELL LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

, •

This cause came on for hearing at 8:15 a.m. on March 16, 1988, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>23rd</u> day of March, 1988, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Metex Pipe and Supply, seeks approval of an unorthodox oil well location for its State "P" Well No. 3 to be drilled 100 feet from the North line and 1520 feet from the East line (Unit B) of Section 24, Township 21 South, Range 34 East, NMPM, Wilson Yates-Seven Rivers Pool, Lea County, New Mexico.

(3) The applicant proposes to dedicate a standard 40-acre spacing and proration unit consisting of the NW/4 NE/4 of said Section 24 to the above described well.

(4) The applicant presented testimony and evidence which indicates that the Stanolind Oil and Gas Company State "P" Well No. 2 located 330 feet from the North line and 1650 feet from the East line of said Section 24 was drilled in 1945 and was subsequently completed in the Wilson Yates-

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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT			
OIL CONSERVATION DIVISION			
DISTRIBUTION P. O. BOX 2088 SANTAFE SANTA FE, NEW MEXICO 87501			Form C-103 Revised 10-1-7
FILE	SANTA FE, NEW	MEXICO 87501	5a. Indicate Type of Lease
U.S.G.S.			State X Fee
OPERATOR			5. State Oil & Gas Lease No. V-2069
		······································	<u></u>
IDO NOT USE THIS FORM FOR PROPOSA USE "APPLICATION F	IOTICES AND REPORTS ON LS TO DRILL ON TO DEFEND OR PLUG DO DEPERMIT - " (FORM C-101) FOR SUC	ACN TO A DIFFERENT RESERVOIR.	7. Unit Agreement Name
	01HER-		
2. Name of Operator Metex Pipe & Suppl;	8. Farm or Lease Name State "P"		
J. Address of Operator POB 1037 Artesia, NM 88210			9. Well No. 6
4. Location of Well UNIT LETTER 100	FEET FROM THE North	1520	10. Field and Pool, or Wildcat Wilson Yates 7-Rivers
THE East LINE, SECTION 2	4 TOWNSHIP 21S	RANGE NMI	·•• (())))))))))))))))))))))))))))))))))
IIIIIIIIIIIIIIIIII	15. Elevation (Show whether 3668.41 GL	DF, RT, GR, etc.)	12. County Lea
Lie. Check App NOTICE OF INTE		lature of Notice, Report or C	
NOTICE OF INTE	NTION TO:	SUBSEQUE	NT REPORT OF:
PEAFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING OPNS.	PLUG AND ABANDONMENT
		OTHER Spud	X
other Cmt. Program for 7"	& Well name verifie		
17. Describe Proposed or Completed Operat	ions (Clearly state all pertinent det	ails, and give pertinent dates, includ	ing estimated date of starting any propose:
Work, SEE RULE 1103.		·····	
Order No. R-8620 dated 3 State "P" Well No. 3 to	-23-08, approved the u be drilled at the abov	e noted location of a	record search indicates
that this lease(V-2069)	already has No. 1 thro	ugh No. 5 State "P" wel	ls drilled. It is
requested that the above State "P".	forementioned order b	e ammended to name the	well as the No. 6
Spudded Well 3/28/88, wit	h L&M Rig #2 and set 3	53'-36#-9-5/8" Casing -	- Cemented with 175-Sxs
Howco Premium Plus w/2% (and tested to 1000# for	CaCl. Circulated 35-S 15-min - Held OK.	xs to pits. WOC 18-Hrs	and drilled out shoe
Will bring cement back t	o 9 -5/8" sur face casin	g when cementing the 7"	Casing.
Stuck drill string in re- the drill string.	d beds at 1257' and sp	ent $4\frac{1}{2}$ -days washing ove	er and recovering
4-6-88, Approximately 220	01 this AM and dmills	ng with full naturns	
4-0-00, Approximatery 22	VO VILLO AFI ANU ULTII	ME WITH INTI LEPOLLUS®	
		\$	
18. I hereby certify that the information about			<u>, , , , , , , , , , , , , , , , , , , </u>
SIGNED MARIN S. Multup	d	/b/a Metex Pipe & Suppl	y 4-6-88
	TITLE	. ************************************	DATE
CONDITIONS OF APPROVAL, IF ANY	•		

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS

POST OFFICE BOX 2008 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

May 10, 1988

METEX PIPE AND SUPPLY P. O. Box 1037 Artesia, New Mexico 88210

ATTN: MARTIN B. MUNCY

RE: Division Order No. R-8620 Unorthodox Oil Well Location 100' FNL - 1520' FEL, SEC. 24. Township 21, South, Range 34 East, Wilson Yates-Seven Rivers Pool, Lea County

Dear Mr. Muncy:

Division Order No. R-8620, dated March 23, 1988, referred to the well to be drilled at the subject unorthodox location as the State "P" Well No. 3. Subsequent to the hearing this well was permitted as the State "P" Well No. 6 for the reasons stated on Form C-103 for this well dated April 6, 1988.

Since all other information contained in said Order No. R-8620 is correct and since such an oversight as a different well number is somewhat insignificant, the Division shall note in the record for Case No. 9322 that the unorthodox location as approved by said Order No. R-8620 is accurate and that all reference to the State "P" Well No. 3 shall be understood as to be referring to the State "P" Well No. 6.

Sincerely, William J. LeMay Director

WJL:MS:sl

cc: OCD-Hobbs Case 9322 File Well File May 6, 1988

METEX PIPE AND SUPPLY P. O. Box 1037 Artesia, New Mexico 88210

ATTN: MARTIN B. MUNEY

RE: Division Order No. R-8620 Unorthodox Oil Well Location 100' FNL - 1520' FEL, SEC. 24. Township 21, South, Range 34 East, Wilson Yates-Seven Rivers Pool, Lea County

Dear Mr. Muney:

Division Order No. R-8620, dated March 23, 1988, referred to the well to be drilled at the subject unorthodox location as the State "P" Well No. 3. Subsequent to the hearing this well was permitted as the State "P" Well No. 6 for the reasons stated on Form C-103 for this well dated April 6, 1988.

Since all other information contained in said Order No. R-8620 is correct and since such an oversight as a different well number is somewhat insignificant, the Division shall note in the record for Case No. 9322 that the unorthodox location as approved by said Order No. R-8620 in accurate and that all reference to the State "P" Well No. 3 as to be referring to the State "P" Well No. 6.

Sincerely,

5 hull be workend

William J. LeMay Director

WJL:MS:sl

cc: OCD-Hobbs Case 9322 File Well File