

Cont. to June 2, 1981
Diaries 6-2-71

CALL 401-4411, 817-7111
ASTOR & FAIR, INC., FOR EXCEPTION
TO ORDER NO. R-3221, AS AMENDED.

Case Number
4528

Application

Transcripts

Small Exhibits

ETC.

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

209 SUMMS BLDG. • P.O. BOX 1792 • PHONE 243-4691 • ALBUQUERQUE, NEW MEXICO

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico

June 2, 1971

EXAMINER HEARING

IN THE MATTER OF:)

Application of Franklin, Aston)
& Fair, Inc., for an exception)
to Order No. R-3221, as amended,)
Eddy County, New Mexico.)

Case 4528

BEFORE: ELVIS A. UTZ, Examiner

TRANSCRIPT OF PROCEEDINGS

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date JUNE 2, 1971 TIME: 9 A.M.

NAME	REPRESENTING	LOCATION
Babbing J. Hodges	Tank Service Co.	Loco Hills, N.M.
Bill Skeen	Sheeprock Oil Corp.	Formington
Ronald G. Stearns	" " "	Santa Fe.
Nma S. Durham	RW Byram	" "
J. F. Sperling	Mobil Oil Corp.	Albuquerque.
John Seerey	Mobil Oil Corp.	Midland, Tex.

dearnley-meier reporting services

MR. UTZ: The hearing will please come to order.
We have for the record, dismissals and continuances.
We will call them first. Case 4528.

MR. HATCH: The applicant in this case has requested
it be dismissed.

MR. UTZ: Case 4528 will be dismissed as requested
by the applicant.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO)

I, Glenda Burks, Court Reporter, do hereby certify that
the foregoing and attached transcript of hearing before the
New Mexico Oil Conservation Commission, was reported by me;
and that the same is a true and correct record of the
said proceedings to the best of my knowledge, skill and
ability.

Glenda Burks
Court Reporter

I do hereby certify that the foregoing is
a complete record of the proceedings in
the hearing of Case No. 4528,
heard by me on June 2, 1971.

Shirley M. [Signature], Examiner
New Mexico Oil Conservation Commission

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

209 SIMMS BLDG. • P.O. BOX 1092 • PHONE 243-4491 • ALBUQUERQUE, NEW MEXICO

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
April 28, 1971

EXAMINER HEARING

IN THE MATTER OF:

Application of Frankin,
Aston, & Fair, Inc.,
for an exception to Order
No. 8-3221, as amended,
Eddy County, New Mexico.

Case No. 4528

BEFORE: Elvin A. Utz, Examiner

TRANSCRIPT OF PROCEEDINGS

1 MR. UTZ: Case 4528.

2 MR. HATCH: Case 4528, application of
3 Franklin, Aston & Fair, Inc., for an exception to
4 Order Number R-3221, as amended, Eddy County, New Mexico.

5 And the Applicant has requested that this
6 case be continued to June the 2nd, 1971.

7 MR. UTZ: Case 4528 will be continued to
8 June 2, 1971.

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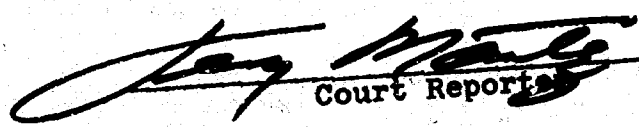
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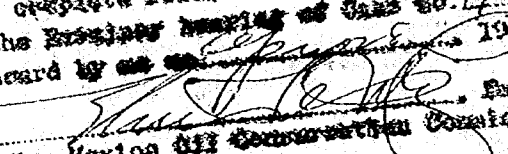
dearnley-meier reporting services, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS
 200 SIMMS BLDG. P.O. BOX 1092 PHONE 243-6891 • ALBUQUERQUE, NEW MEXICO 87103
 FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

1 STATE OF NEW MEXICO)
 2 : ss
 3 COUNTY OF MCKINLEY)

4 I, Jerry Martinez, Court Reporter in and for the
 5 County of McKinley, State of New Mexico, do hereby certify
 6 that the foregoing and attached Transcript of Hearing before
 7 the New Mexico Oil Conservation Commission was reported by
 8 me and that the same is a true and correct record of the said
 9 proceedings, to the best of my knowledge, skill and ability.

10 
 11 Court Reporter

22 I do hereby certify that the foregoing is
 23 a complete record of the proceedings in
 24 the hearing of Case No. 45-28
 25 heard by me on 10/1/51.

 Examiner
 New Mexico Oil Conservation Commission



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

GOVERNOR
BRUCE KING
CHAIRMAN

**LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER**

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

June 7, 1971

Mr. Jason Kellahin
Kellahin & Fox
Attorneys at Law
Post Office Box 1769
Santa Fe, New Mexico

Re: Case No. 4528
Order No. R-4149
Applicant:

Franklin, Aston & Fair, Inc.

Dear Sir:

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

Very truly yours,

A. L. Porter, Jr.

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC X

Artesia OCC x

Aztec OCC

Other _____

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 4528
Order No. R-4149

APPLICATION OF FRANKLIN,
ASTON & FAIR, INC., FOR AN
EXCEPTION TO ORDER NO. R-3221,
AS AMENDED, EDDY COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 2, 1971,
at Santa Fe, New Mexico, before Examiner Elvis A. Ute.

NOW, on this 7th day of June, 1971, the Commission, a
quorum being present, having considered the record and the
recommendations of the Examiner, and being fully advised in the
premises,

FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 4528 is hereby dismissed.

DONE at Santa Fe, New Mex., on the day and year hereinabove
designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


Bruce King
BRUCE KING, Chairman

Alex J. Armijo
ALEX J. ARMIGO, Member

A. L. Porter, Jr.
A. L. PORTER, Jr., Member & Secretary

dr/

DOCKET: REGULAR HEARING - WEDNESDAY - JUNE 16, 1971

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

- ALLOWABLE: (1) Consideration of the oil allowable for July and August, 1971;
- (2) Consideration of the allowable production of gas for July, 1971, from fifteen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico for July, 1971; also presentation of purchaser's nominations for the six-month period beginning August 1, 1971, for that area.

CASE 4487: (De Novo) This case will be continued to the August 18, 1971, Regular Hearing.

Application of Pennzoil United, Inc., for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Strawn formation underlying the W/2 of Section 6, Township 23 South, Range 27 East, South Carlsbad-Strawn Gas Pool, Eddy County, New Mexico, said acreage to be dedicated to the Morris R. Antweil Joell Well No. 1 located 660 feet from the North line and 1980 feet from the West line of said Section 6. Also to be considered will be the cost of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.

Upon application of Pennzoil United, Inc., this case will be heard De Novo under the provisions of Rule 1220.

CASE 4503: (De Novo)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Penrocc Oil Corporation and all other interested persons to appear and show cause why the intentional deviation of Penrocc Oil Corporation State Well No. 2, having a surface location 360 feet from the South line and 330 feet from the East line of Section 28, Township 17 South, Range 28 East, Empire-Abo Pool, Eddy County, New Mexico, to a bottom hole location 123 feet from the South line and 149 feet from the East line of said Section 28 should be approved and why the allowable assigned to said well should not be reduced to offset any advantage gained by said bottom hole location over other producers.

Regular Hearing

Wednesday - June 16, 1971

Docket No. 12-71

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Upon application of Amoco Production Company, this case will be heard De Novo under the provisions of Rule 1220.

THE FOLLOWING CASES WILL BE HEARD BEFORE DANIEL S. NUTTER, EXAMINER, OR ELLIS A. UZZ, ALTERNATE EXAMINER, IN THE OIL CONSERVATION COMMISSION CONFERENCE ROOM ON THE SECOND FLOOR OF THE LAND OFFICE BUILDING AT 10:30 a.m.

- CASE 4547: Application of Hanson Oil 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 Seven Rivers formation in the perforated interval from 4009 feet to 4036 feet in its Messalero Ridge Unit "35" Well No. 17 located in Unit G of Section 35, Township 19 South, Range 34 East, Pearl-Seven Rivers Pool, Lea County, New Mexico.
- CASE 4548: Application of Hanagan Petroleum Corporation for creation of a new gas pool and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Morrow gas pool for its Catclaw Draw Unit Well No. 1-Y located in Unit F of Section 26, Township 21 South, Range 25 East, Eddy County, New Mexico. Applicant further seeks the promulgation of special rules therefor, including a provision for 640-acre spacing units.
- CASE 4549: Application of Tom L. Ingram for unorthodox gas well location, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location for his Light Well No. 1 located 1980 feet from the South line and 660 feet from the East line of Section 15, Township 8 South, Range 37 East, Bluit-San Andres Associated Pool, Roosevelt County, New Mexico, the S/2 of said Section 15 to be dedicated to the well.
- CASE 4550: Application of Roger C. Hanks for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation at approximately 10,500 feet in a well located 660 feet from the North and West lines of Section 5, Township 20 South, Range 25 East, Eddy County, New Mexico.
- CASE 4551: Application of Roger C. Hanks for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 of the Commission Rules and Regulations to drill a well at an unorthodox gas well location 1900 feet from the South line

Regular Hearing
Wednesday - June 16, 1971
-3-

Docket No. 12-71

(Case 4551 continued)

and 850 feet from the West line of Section 35, Township 20 South, Range 24 East, undesignated Pennsylvanian gas pool, Eddy County, New Mexico, the S/2 of said Section 35 to be dedicated to the well.

CASE 4552: In the matter of the hearing called by the Oil Conservation Commission upon its own motion to consider the amendment of Rule 506 of the Commission Rules and Regulations by deleting therefrom the provision that all gas produced with the current oil allowable determined in accordance with Rule 506 shall be deemed to have been lawfully produced.

CASE 4554: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Henry S. Birdseye and all other interested persons to appear and show cause why the following-described wells in the Chaco Wash-Mesaverde Pool in Township 20 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

Santa Fe Railroad Wells Nos. 1, 2, 3, and 4 and in Unit P of Section 21; Well No. 6 in Unit M of Section 22; and Wells Nos. 5, 7, 8, 9, 11, and 12 in Units D, D, C, F, D, and F, respectively, of Section 27.

CASE 4555: Application of BTA Oil Producers for expansion of a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its BTA Vada Bond Pressure Maintenance Project, Vada Pennsylvanian Pool, by the conversion to water injection of its Bond Wells Nos. 2 and 3 located, respectively, in Units L and A of Section 5 and its Bond Well No. 4 located in Unit J of Section 4, all in Township 9 South, Range 36 East, Lea County, New Mexico. Applicant proposes to complete the above-described wells in such a manner as to cause, by means of down-hole equipment, water from the Bough "D" zone to flood the Bough "C" zone in each of the wells.

CASE 4553: Southern In New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Lea, Eddy and Chaves Counties, New Mexico.

(a) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Aid-Morrow Gas Pool. The discovery well is Pennzoil United,

Regular Hearing
Wednesday - June 16, 1971
-4-

Docket No. 12-71

(Case 4553 continued)

Inc., Aid State No. 1 located in Unit A of Section 24, Township 17 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM
SECTION 24: N/2

(b) Create a new pool in Lea County, New Mexico, classified as an oil pool for Blinebry production and designated as the East Terry-Blinebry Pool. The discovery well is Mark Production Company, Conoco Federal No. 2 located in Unit J of Section 30, Township 20 South, Range 39 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM
SECTION 30: SE/4

(c) Extend the Arrowhead-Grayburg Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
SECTION 20: NW/4

(d) Extend the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 5: SE/4

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

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM
SECTION 10: S/2

(f) Extend the Dagger Draw-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM
SECTION 30: W/2 W/2

(g) Extend the Double L-Queen Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM
SECTION 23: SE/4 SE/4

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM
SECTION 12: NW/4 NE/4

(h) Extend the Lea-Bone Springs Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM
SECTION 25: SW/4

(i) Extend the South McCormack-Silurian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
SECTION 22: NW/4

(j) Extend the Power Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM
SECTION 32: SW/4 SW/4

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM
SECTION 6: NW/4 NW/4

(k) Extend the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
SECTION 21: SE/4

(l) Extend the North Vacuum-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 13: NE/4
SECTION 15: S/2 SW/4
SECTION 23: W/2

(m) Extend the Northwest Vacuum-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 5: NE/4

JASON W. KELLAHIN
ROBERT E. FOX

KELLAHIN AND FOX
ATTORNEYS AT LAW
542 EAST SAN FRANCISCO STREET
POST OFFICE BOX 1789
SANTA FE, NEW MEXICO 87501

May 28, 1971

TELEPHONE 982-4315
AREA CODE 505

271 JUN 1 AM 8 19

Mr. George Hatch
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear George:

Confirming our telephone conversation Friday, this is to request that Case No. 4528, application of Franklin, Aston & Fair, Inc., presently set for hearing June 2, 1971, be dismissed, as the well involved will soon be plugged and abandoned.

Yours very truly,

Jason

Jason W. Kellahin

jwk:ls

DOCKET NO. 11-71

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 2, 1971

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

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 4528: (Continued from the April 28, 1971, Examiner Hearing)
Application of Franklin, Aston & Fair, Inc., for an exception to Order No. R-3221, as amended, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221, as amended, to dispose of water produced by its Coppedge Well No. 1-C located in Unit H of Section 5, Township 18 South, Range 30 East, Loco Hills-Grayburg-San Andres Pool, Eddy County, New Mexico, in an unlined pit in the vicinity of said well.

CASE 4538: (Continued from the May 19, 1971, Examiner Hearing)
Application of Jack F. Grimm Oil Company for an unorthodox oil well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104-C I of the Commission Rules and Regulations to drill a well at an unorthodox location 880 feet from the South line and 1500 feet from the West line of Section 20, Township 11 South, Range 29 East, White Ranch Siluro-Devonian Pool, Chaves County, New Mexico.

CASE 4541: (Continued from the May 19, 1971, Examiner Hearing)
Application of Tenneco Oil Company for gas injection, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to inject casinghead gas produced by certain wells located in the Lone Pine-Dakota "D" Pool, McKinley County, New Mexico, into the Dakota A zone through perforations from 2547 feet to 2562 feet in its Santa Fe Pacific Railroad Well No. 2, located in the NW/4 SW/4 of Section 13, Township 17 North, Range 9 West, South Houpah Field. The gas is to be injected for storage purposes awaiting the institution of a pressure maintenance project in the Lone Pine-Dakota "D" Pool.

CASE 4543: Application of Tank Service Company for authority to operate an oil treating plant, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to install and operate a heat-treatment type oil treating plant in the SE/4 SW/4 NW/4 SE/4 of Section 21, Township 17 South, Range 30 East, Eddy County, New Mexico, for the reclamation of sediment oil.

Examiner Hearing
June 2, 1971

Docket No. 11-71

-2-

- CASE 4544: Application of Rijan Oil Company, Inc., 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 Dakota formation in the open-hole interval from 886 feet to 909 feet in its Rijan Well No. 15 located in Unit F of Section 31, Township 30 North, Range 16 West, Slick Rock-Dakota Pool, San Juan County, New Mexico.
- CASE 4545: Application of Shiprock Corporation for a waterflood project, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Shiprock-Gallup Pool by the injection of water into the Gallup formation through 5 wells located in Section 17, Township 29 North, Range 18 West, San Juan County, New Mexico.
- CASE 4546: Application of Mobil Oil Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Langlie Mattix Queen Unit Well No. 39 as a producing oil well at an unorthodox location 900 feet from the South line and 215 feet from the East line of Section 15, Township 25 South, Range 37 East, Langlie Mattix Pool, Lea County, New Mexico, as an infill well in its Langlie Mattix Queen Unit Area.

JASON W. KELLAHIN
ROBERT E. FOX

KELLAHIN AND FOX
ATTORNEYS AT LAW
54 1/2 EAST SAN FRANCISCO STREET
POST OFFICE BOX 1769
SANTA FE, NEW MEXICO 87501

April 16, 1971

TELEPHONE 982-4315
AREA CODE 505

APR 19 1971

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. George Hatch

Gentlemen:

This is to request that the application of Franklin, Aston & Fair for an exception to the provisions of Order No. R-3221 in the Loco Hills-Grayburg-San Andres pool, presently set for hearing on April 28th, be continued for a thirty day period while further evaluation of the situation is made.

Yours very truly,

Jason W. Kellahin
Jason W. Kellahin

jwk;ls

cc: Mr. Grant Smith

Case 4528

DOCKET MAILED

Date 5-20-71

Docket No. 9-71

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 28, 1971

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

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 4352: (Reopened) Continued from the April 14, 1971 hearing. This case will again be continued - to the May 19, 1971 hearing.

In the matter of Case 4352 being reopened by the Oil Conservation Commission upon its own motion to give all interested persons an opportunity to appear and present evidence as to whether the Double L-Queen and Suble-Queen Pools, Chaves County, New Mexico, are in fact separate reservoirs or one common reservoir. Further, in the event it is found that the two pools comprise one common reservoir, the Commission will consider the adoption of special rules and regulations to provide for the classification of oil and gas wells, spacing and well location requirements for oil and gas wells, and an allocation formula for withdrawals from the gas wells and oil wells.

CASE 4523: Application of Texas Pacific Oil Company, Inc., for the re-dedication of acreage, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the rededication of a 160-acre non-standard gas proration unit in the Jalmat Gas Pool comprising the SE/4 of Section 31, Township 25 South, Range 37 East, Lea County, New Mexico, to its Legal Wells Nos. 1 and 2, located, respectively, in Units P and I of said Section 31. Applicant further seeks authority to produce the allowable assigned to said unit from either of said wells in any proportion.

CASE 4524: Application of Texaco Inc. for reinstatement of cancelled underproduction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the general rules and regulations for the prorated gas pools of Southeastern New Mexico to permit the reinstatement of accumulated underproduction cancelled for its Blinbry "A" Federal (NCT-1) Well No. 2 located in Unit I, Section 31, Township 23 South, Range 37 East, Jalmat Gas Pool Lea County, New Mexico.

CASE 4525: Application of Wolfson Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 280-acre non-standard gas proration unit comprising the SW/4, S/2 NW/4, and NE/4 NW/4 of Section 20, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico, to be dedicated to its

Cities-Federal Well No. 1 located 2310 feet from the South line and 330 feet from the West line of said Section 20.

CASE 4526: Application of Pennzoil United, Inc., for the creation of a new pool and promulgation of special pool rules, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new pool for the production of gas from the San Andres formation for its Superior State Well No. 1 located in Unit L of Section 8, Township 7 South, Range 35 East, Roosevelt County, New Mexico, and for the promulgation of special rules therefor, including a provision for 320-acre spacing units.

CASE 4527: Application of Big "6" Drilling Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bone Springs formation in the interval from 10,062 feet to 10,119 feet in its Ora Jackson "A" Well No. 1 located in Unit M of Section 5, Township 19 South, Range 35 East, Scharb-Bone Springs Pool, Lea County, New Mexico.

CASE 4528: Application of Franken, Aston & Fair, Inc., for an exception to Order No. R-3221, as amended, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221, as amended, to dispose of water produced by its Coppedge Well No. 1-C located in Unit H of Section 5, Township 18 South, Range 30 East, Loco Hills-Grayburg-San Andres Pool, Eddy County, New Mexico, in an unlined pit in the vicinity of said well.

CASE 4529: Application of El Paso Natural Gas Company for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Grayburg-Atoka Gas Pool, Eddy County, New Mexico. Said pool was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the pool.

CASE 4530: Application of Amoco Production Company for down-hole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle oil production from the Blinbry and Drinkard Pools in the well-bore of its Southland Royalty "A" Well No. 2, a triple completion, located in Unit B of Section 9, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 4518: (Readvertised)

Application of American Quasar Petroleum Company of New Mexico for a unit agreement and unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Vaca Draw Unit Area comprising 7,680 acres, more or less, of State, Federal and fee lands in Township 25 South, Range 33 East, Lea County, New Mexico. Applicant further seeks authority to drill an exploratory gas well at an unorthodox location 660 feet from the North line and 760 feet from the East line of Section 28, said Township and Range, to test the Devonian, Pennsylvanian, and Wolfcamp formations within one mile of the Red Hills Field. In the absence of objection an order will issue, based upon testimony received in this case on March 31, 1971.

CASE 4531:

Application of Hanson Oil Company for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water by injection into the Delaware formation in the open-hole interval from 4192 to 4197 feet in its Hanson Federal Well No. 11 located 990 feet from the North line and 1650 feet from the West line of Section 25, Township 26 South, Range 31 East, North Mason-Delaware Pool, Eddy County, New Mexico.

CASE 4532:

Application of Atlantic Richfield Company for the assignment of gas allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of gas allowable to its Phillips "A" Well No. 9, located 800 feet from the South line and 660 feet from the West line of Section 31, Township 19 South, Range 37 East, Monument-McKee Gas Pool, Lea County, New Mexico, for the proration period from July 1, 1970, through December 31, 1970, and for January and February, 1971. Said well was completed in March, 1971, as a twin replacement well for applicant's Phillips "A" Well No. 8 which ceased producing in 1969 and after extensive and unsuccessful workover operations was abandoned in January, 1971.

CASE 4533:

Application of Amoco Production Company for reinstatement of cancelled under production and reclassification of three wells, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the general rules for prorated gas pools in Southeast New Mexico to permit the reinstatement of underproduction cancelled January 1, 1971, for the following wells: Gillully "B" Fed. No. 3, in Unit N of Section 33, Township 20 South, Range 37 East, Eumont

Pool; Gillully Fed. Gas Com. No. 4, in Unit B of Section 24, Township 20 South, Range 36 East, Eumont Pool; and State "C" Tr. 12 No. 4, in Unit F of Section 16, Township 21 South, Range 37 East, Blinsbry Pool. Applicant further seeks the reclassification from marginal to non-marginal of the aforesaid Gillully "D" Fed. No. 3, and the Owen "B" Fed. No. 2 in Unit B of Section 34 and the Southland Royalty "A" No. 2 in Unit B of Section 9, both in Township 21 South, Range 37 East, Tubb Gas Pool.

CASE 4534: Application of Continental Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard gas proration unit in the Blinsbry Gas Pool consisting of the N/2 SW/4, SE/4 SW/4, and SW/4 SE/4 of Section 21, Township 21 South, Range 37 East, Lea County, New Mexico, to be assigned jointly to its Wantz Wells Nos. 8 and 11 located in Units O and L respectively of said section; or, in the alternative, for the reallocation of acreage between the two wells so as to assign 40-acres to Well No. 11 and 120-acres to Well No. 8.

CASE 4535: Application of Continental Oil Company for down-hole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Monument-Tubb and Weir Drinkard oil production in the well-bore of its SEMU Well No. 70, located in Unit I of Section 15, Township 20 South, Range 37 East, Lea County, New Mexico.

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AREA CODE 505

March 31, 1971

71 MAR 1 1971

Case 4528

Oil Conservation Commission of New Mexico
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Enclosed in triplicate is the application of Franklin, Aston & Fair, Inc., for approval of an exception to the provisions of Commission Order No. R-3221, as amended, to permit the use of unlined surface pits for water disposal, Loco Hills-Grayburg-San Andres Pool, Eddy County, New Mexico.

It is requested that this application be set for hearing before the Commission's examiner April 28, 1971.

Yours very truly,

Jason W. Kellahin
Jason W. Kellahin
jwk;ls

cc: Mr. Grant Smith

DOCKET MAILED

Date 4-16-71

BEFORE THE

OIL CONSERVATION COMMISSION OF NEW MEXICO

APPLICATION OF FRANKLIN, ASTON &
FAIR, INC., FOR AN EXCEPTION TO
THE PROVISIONS OF ORDER NO. R-3221,
AS AMENDED, EDDY COUNTY, NEW MEXICO

Case 4538

A P P L I C A T I O N

Comes now Franklin, Aston & Fair, Inc., and applies to the Oil Conservation Commission of New Mexico for an order granting an exception to the provisions of Commission Order No. R-3221, as amended, to permit the use of unlined surface pits for the disposal of produced water in the Loco Hills-Grayburg-San Andres Pool, Eddy County, New Mexico, and in support thereof would show the Commission:

1. Applicant is the operator of the Coppedge Well No. 1-C located 1980 feet from the North line, and 660 feet from the East line of Section 5, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico, which well has been recompleted for the production of oil from the San Andres formation.

2. Said well is producing approximately 30 barrels of water per day with the production from the Loco Hills-Grayburg-San Andres Pool.

3. Subject well is so located that there is no fresh water in the vicinity of said well for which a present or reasonably foreseeable beneficial use is or will be made that would be contaminated from the use of unlined surface pits for water disposal, and there is no fresh water supply in the vicinity of the subject well and the water disposal pit to be used in conjunction therewith that would or could be contaminated or be subject to contamination by the use of unlined surface disposal pits.

WHEREFORE Applicant prays that this application be set for hearing before the Commission or the Commission's duly appointed examiner, and that after notice and hearing as required by law, the Commission enter its order granting an exception to the provisions of Order No. R-3221 as prayed for.

Respectfully submitted,

FRANKLIN, ASTON & FAIR, INC.

By Jason W. Kellahin
KELLAHIN & FOX
P. O. Box 1769
Santa Fe, New Mexico 87501
ATTORNEYS FOR APPLICANT

DRAFT

GMH/dr

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 4528

Order No. R-4149

APPLICATION OF FRANKLIN,
ASTON & FAIR, INC., FOR AN
EXCEPTION TO ORDER NO. R-3221,
AS AMENDED, EDDY COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 2, 1971,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this day of June, 1971, the Commission,
a quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 4528 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.

CASE 9215 Application of EL PASO
NATURAL GAS COMPANY FOR 320-ACRE
SPACING, EDDY COUNTY, NEW MEXICO.