

**CASE 5056: Application of DEPCO
FOR AN UNORTHODOX LOCATION,
CHAVES COUNTY, NEW MEXICO.**

CASE No.

5056

Application,

Transcripts,

Small Exhibits

ETC.

dearnley, meier & associates

209 SIMMS BLDG. • P.O. BOX 1092 • PHONE 243-3601 • ALBUQUERQUE, NEW MEXICO 87103
1216 FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
OIL CONSERVATION COMMISSION CONFERENCE ROOM
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
Wednesday, September 5, 1973

IN THE MATTER OF:

Application of Depco, Inc. for an unorthodox
location, Chaves County, New Mexico.

) Case No. 5056

BEFORE: ELVIS A. UTZ,
Examiner

TRANSCRIPT OF HEARING

dearnley, meier & associates

209 SIMMS BLDG., P.O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO 87103
1216 FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

1 MR. UTZ: Before we get into the hearing of the
2 docket, we have three cases to dispose of, one dismissal,
3 one readvertised, and one continuance. Case 5056.

4 MR. CARR: Case 5056, Application of Depco, Inc.
5 for an unorthodox location, Chaves County, New Mexico.

6 MR. UTZ: Is there anyone here to represent Depco
7 in this matter?

8 (No response.)

9 MR. UTZ: We have a letter in the file which requests
10 that we dismiss or cancel their request for hearing on
11 Case 5056. The case will be dismissed.

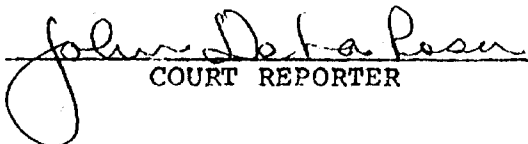
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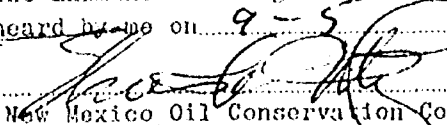
dearnley, meier & associates

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1216 FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

1 STATE OF NEW MEXICO)
2) ss
3 COUNTY OF BERNALILLO)

4 I, JOHN DE LA ROSE, a Court Reporter, in and for the
5 County of Bernalillo, 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 me;
8 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

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22 I do hereby certify that the foregoing is
23 a complete record of the proceedings in
24 the Examiner hearing of Case No. 5056
25 heard by me on 9-5-1973.
 Examiner
New Mexico Oil Conservation Commission



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

P. O. BOX 2098 - SANTA FE

87501

I. R. TRUJILLO
CHAIRMAN

**LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER**

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

September 17, 1973

Mr. C. D. Crump
Depco, Inc.
1025 Petroleum Club Building
Denver, Colorado 80202

Re: CASE NO. 5056
ORDER NO. R-4627
Applicant:
DEPCO, INC.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission 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	<u>x</u>
Artesia OCC	<u>x</u>
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. 5056
Order No. R-4627

APPLICATION OF DEPCO, INC. FOR
AN UNORTHODOX LOCATION, CHAVES
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 5, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 13th day of September, 1973, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

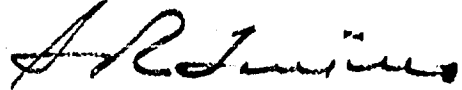
That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:


That Case No. 5056 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

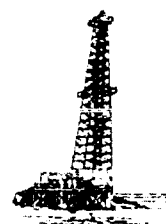

A. L. PORTER, Jr., Member & Secretary

S E A L

dr/

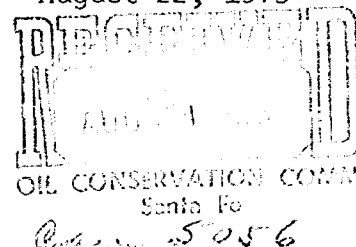
DEPCO, Inc.

Exploration & Production



800 Central
ODESSA, TEXAS 79760

August 22, 1973



WJ

Wesley

New Mexico Oil Conservation Commission
P.O. Box 871
Santa Fe, New Mexico 87501

Attention: A. L. Porter

Dear Sir:

Please cancel our request for a hearing on the September 5, 1973, docket for an exception to the spacing rules in Buffalo Valley Penn Gas Field for the Toles Federal No. 1, which we had proposed to drill in the NE 4, Sec. 24, T-15-S, R-27-E Chaves Co., New Mexico.

Your cooperation in this regard is appreciated.

Yours very truly:

Charlie Crump

Charlie Crump
Vice President of Production

CC/vp

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 5, 1973

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 Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for October, 1973, from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico;
- (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for October, 1973.

CASE 5055: Application of Merrion & Bayless for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Gallup and Dakota oil and gas production within the wellbore of the Canada Mesa Well No. 3 located in Unit A of Section 14, Township 24 North, Range 6 West, Basin-Dakota and Devils Fork-Gallup Pools, Rio Arriba County, New Mexico.

CASE 5056: Application of Depco, Inc. for an unorthodox location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a proposed gas well at an unorthodox location 990 feet from the North line and 1980 feet from the East line of Section 24, Township 15 South, Range 27 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico.

CASE 5057: Application of Coquina Oil Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a proposed gas well at an unorthodox location 660 feet from the South and East lines of Section 12, Township 18 South, Range 25 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico, the S/2 of Section 12 to be dedicated to the well.

CASE 5058: Application of Corinne Grace for a dual completion and unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of her Gradonoco Well No. 1 located in Section 2, Township 23 South, Range 26 East, Eddy County, New Mexico, in such a manner as to produce gas from an undesignated Wolfcamp pool and from the South Carlsbad-Morrow Gas Pool through tubing and the tubing-casing annulus, respectively, by a means of a cross-over assembly. Applicant further seeks approval of the unorthodox location of said well in the Wolfcamp formation at a point 2500 feet from the North line and 330 feet from the East line of said Section 2, which location has previously been approved for the Morrow formation.

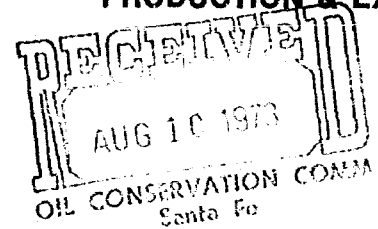
- CASE 5059: Application of Cities Service Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Devonian formation underlying the S/2 of Section 14, Township 20 South, Range 28 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at a standard gas well location in Unit K of said Section 14. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 5060: Application of Continental Oil Company for a unit agreement and for a waterflood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North El Mar Unit Area comprising 2361 acres, more or less, of State and Federal lands in Township 26 South, Ranges 32 and 33 East, Lea County, New Mexico. Applicant further seeks authority to expand its El Mar Payne waterflood project within said unit area previously authorized by Order No. R-3540.
- CASE 5061: Application of Continental Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg formation in its Elliott A-15 Well No. 1 located in Unit P of Section 15, Township 22 South, Range 37 East, Penrose-Skelly Pool, Lea County, New Mexico.
- CASE 5062: Application of Continental Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg-San Andres formation in its Mitchell Wells Nos. 2 and 6 located in Units P and J, respectively, of Section 5, Township 17 South, Range 32 East, Maljamar Pool, Lea County, New Mexico.

dn9 9/5/73

DEPCO, Inc.

PRODUCTION & EXPLORATION

August 7, 1973



New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attn: A. L. Porter, Jr.-Director

Case 5056

Gentlemen:

Depco Inc. desires to drill the Toles Federal No. 1 at the following location in the Buffalo Valley (Penn) Field:
1980" FEL & 990' FNL Sec. 24, T15S, R 27E
Chavey Co. New Mexico

The above location will be an exception to Rule 2, Order No. R-1670-H governing spacing in the subject field with respect to the quarter section in which the well will be located.

It is requested that this matter be placed on your September 5, 1973 docket for consideration at that time.

Yours very truly,

C. D. Crump

C. D. CRUMP
Vice President-Production

nss

DOCKET MAILED

Date 8-24-73

DRAFT

WFC/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. 5056

Order No. R-4627

APPLICATION OF DEPCO, INC. FOR
AN UNORTHODOX LOCATION, CHAVES
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 5, 1973,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this day of September, 1973, 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. 5056 is hereby dismissed.

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

10 and

~~Proton by the 1st of March 1973~~
~~Case #~~

~~Chas. Crump.~~
~~Depco~~

~~Chavez Buffalo Valley.~~

~~Exception to Sp in Buffalo.~~
~~Depco-Jobs Dcd # 1980 E/1990/N~~
~~sec. 24 - 155-27 E Chavez Co.~~
~~Ex to Rule 24, N/24~~
~~Depco, Inc.~~
~~Wanted 8-22 hearing if too~~
~~late put on 9-5-73~~

739

Sept 20, 1973

CASE 5057: Appli. of COQUINA OIL
CORP. FOR AN UNORTHODOX LOCATION,
EDDY COUNTY, NEW MEXICO.