CASE 5342 Leon Davis PLUGGING CASE

# CASEMO. 5342

Application,

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# BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico October 16, 1974

# EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation )
Commission on its own motion to permit )
Leon Davis, Fidelity and Deposit Company of )
Maryland, and all other interested parties )
to appear and show cause why the New Mexico )
State "Heart" Well No. 1 should not be )
plugged and abandoned.

**CASE** 5342

BEFORE: Richard L. Stamets, Examiner.

# TRANSCRIPT OF HEARING

# APPEARANCES

For the New Mexico Oil Conservation Commission:

Tom Derryberry, Esq. and

William Carr, Esg.
Legal Counsels for the Commission
State Land Office Building
Santa Fe, New Mexico

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ULVOG-DIRECT

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MR. STAMETS: We will call the next Case, 5342.

MR. CARR: Case 5342 in the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Leon Davis, Fidelity and Deposit Company of Maryland, and all other interested parties to appear and show cause why the New Mexico State "Heart" Well No. 1 should not be plugged and abandoned in accordance with a Commission-approved plugging program.

MR. STAMETS: Call for appearances in this Case.

MR. DERRYBERRY: Mr. Examiner, I'm Tom Derryberry representing the Commission. I have one witness.

MR. STAMETS: Any other appearances in this Case?

The witness will stand and be sworn, please?

(Whereupon, the witness was duly sworn.)

# CARL ULVOG

called as a witness, having been first duly sworn, was examined and testified as follows:

# DIRECT EXAMINATION

# BY MR. DERRYBERRY:

- Q Would you please state your name for the record?
- A I'm Carl Ulvog.
- Q What position do you occupy at present?
- A I'm the Senior Petroleum Geologist for the Commission;

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the Oil and Gas Inspector for District 4, and the Geologist for the Geothermal Division.

- Q Does District 4 include part of Harding County involved in this Case?
  - A Yes, District 4 includes all of Harding County.
- Q Do your duties as Oil and Gas Inspector for
  District 4 include making recommendations to the Commission
  on plugging and abandonment of various wells in District 4?
  - A That is correct.
- Q Are you familiar with the subject matter of this Case?
  - A Yes, sir, I am.
- Q Have you reviewed the well files for the wells involved , or the well involved in this Case?
  - A Yes, sir, I have.
- Q Have you made an inspection of the well involved in this Case?
  - A Yes, I have.
- Q Based on these well files and the inspection would you please give the Examiner a brief history of the well?
- A Yes, I will. In this particular instance only a C-101 Form, Application for Permit to Drill, was filed.

There is no other correspondence from the operator. The

age 5

information pertaining to the well was obtained from scout reports. A letter mailed from this office on August 16th, and another letter again on October 3rd of this year to the operator, those letters were returned unclaimed, so we have been unable to reach the operator. The copies of those letters were also sent to the bonding company, and those letters were not answered, to the best of my knowledge. An inspection on August 9th of this year revealed that the pits were not filled; the site was not cleaned up or leveled; there were some pipe scraps, lumber, drilling mud, additives, and other junk on the location. The surface casing is about 3 inches above the ground, and it has 31 inch pipe cemented into it, which pipe stands about two feet above ground level. There is no marker or sign to identify the operator or geographic location, and I have no knowledge of the depth drilled, the kind of pipe that's in the hole, whether or not there are plugs there, or anything.

Q Just for the record would you clarify the designation of the well that is involved in this Case?

A Yes, pardon me. That well is designated as the Leon Davis No. 1 New Mexico State "Heart" Well. That is spelled H-E-A-R-T, which is on a State lease. It is located 1980 feet from south line and 1980 feet from the east line

of Section 16, Township 14 North, Range 32 East in Harding County.

Q All right. Based upon your examination of the well files and your inspection and your efforts to communicate with the operator, do you have any recommendations to make to the Commission regarding the well?

A Yes, I would recommend that the well be properly plugged and abandoned in accordance with our regulations at the cost of the bonding company, since we cannot locate the operator.

Q All right. Do you have anything further to add?

A No.

MR. DERRYBERRY: I have nothing further,

# CROSS EXAMINATION

# BY MR. STAMETS:

Q Mr. Ulvog, do you have an indication from scout reports, or any other reports of what the potential total depth of this well might have been?

A A scout report that I have obtained on that well states: A total depth of 11 hundred and 26 feet. It further states that 10 and 3/4 inch casing was set at 120 feet with 100 sacks of cement, and it further states that the well was drilled tight. This is all of the information that I have.

- Q No official reports have been filed with the Commission on this well?
  - A No.
- Q There are indications, at least at the surface, that the hole has been sealed off with cement, is that correct?
  - A That's right, at the surface.
- Q And, a plugging program would of necessity, required the drilling out of this surface plug and going in the hole to determine what the total depth actually is?
  - A That is correct.
- Q Mr. Ulvog, based on your observation in the area, were there any water wells in the area?
- A I did not see any water wells there in the area.

  It's very rugged country, there a number of little draws,
  they were not dry when I was there, but presumably they are
  normally dry washes. There are water wells on this ranch:
  I don't know exactly how far, I would say probably at least
  a mile-and-a-half to two miles away. There is a windmill
  and a tank. There are other windmills on the ranch at
  greater distances. I do not know how deep they are.
- Q So there are some indications that there is ground water in the area which should be protected by properly

**CASE 5342** 

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plugging and abandoning this particular well?

A Yes, as a matter of fact, I did not see any dams, with the exception of one fairly new dam that had been put in a short distance from this well, oh, a quarter of a mile away. It did not have any water in it yet, at that time, it was a brand new operation. This is not very far from the Canadian River, incidentally.

MR. STAMETS: Any other questions of the witness?
You may be excused.

Anything further in this Case? We will take the Case under advisement.

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STATE OF NEW MEXICO )

OUNTY OF SANTA FE )

I, SIDNEY F. MORRISH, 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 the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

SIDNEY F. MORRISH, Court Reporter

complete record of the proceedings in the Examiner hearing of Case No. 53/2.

heard by me or 19.7/

New Mexico Oil Conservation Commission

Case 5342



# **OIL CONSERVATION COMMISSION**

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

May 22, 1975

I. R. TRUJILLO CHAIRMAN

LAND COMMISSIONER
PHIL R. LUCERO
MEMBER

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

Mr. Frank L. Ehrle Fidelity and Deposit Company of Maryland 817 Mercantile Bank Building Dallas, Texas 75201

Re: Bond 848 04 21 - Leon Davis - The State of New Mexico - F.O. 15548

Dear Mr. Ehrle:

I have enclosed a list of companies who might be contacted concerning the plugging of the above-captioned well.

The Commission never makes a recommendation as to which company should be used to plug a well, but I expect that any one of those on the attached list could do the job.

Very truly yours,

WILLIAM F. CARR General Counsel

WFC/dr enc.

COMPANIES ENGAGED IN WELL DRILLING AND/OR WELL WORKOVER OPERATIONS AND APPROXIMATE DISTANCES FROM THEIR HOME OFFICE AND DAVIS NO. 1 STATE HEART WELL

Tucumcari (± 35 miles)

Crews Well Drilling Service

Roy  $\binom{+}{-}$  65 miles)

Stinebaugh Drilling Company

Santa Rosa (± 95 miles) Nip Drilling Company

Lovington (± 215 miles)

Pennsylvania Drilling Company Abbott Bros. Drilling Contractors

Hobbs (± 235 miles)

Cactus Drilling Company McVay Drilling Company Moranco Drilling Company

Amarillo (± 125 miles)

(The following are in Texas)

Baker & Taylor Drilling Company

Borger (+ 175 miles)

Spradling Drilling Company Daco Lease & Well Service

Levelland (± 175 miles)

Verna Drilling Co., Inc. The Pool Company

Pampa (+ 175 miles)

Leonard Hudson Drilling Co.



# Fidelity and Deposit Company

BONDING

OF MARYLAND

INSURANCE

Frank L. Ehrie
Claims Attorney

TEXAS-OKLAHOMA CLAIM DIVISION 817 Mercantile Bank Building Dallas, Texas 75201 Phone: (214) 742-5501

OKLAHOMA CITY OFFICE 2803 City National Bank Tower

IN REPLY PLEASE REFER TO OUR FILE NOT . 0 15548

DALLAS, TEXAS
May 5, 1975

Mr. William F. Carr, General Counsel Oil Conservation Cormission P.O. Box 2088
Santa Fe, New Mexico 37501

Ro: Bond 343 04 Cl - Leon Davis - The State of New Mexico - F.O. 15543

Dear Mr. Carr:

I have your letter of May 2, 1375. Obviosly, we are not getting any cooperation from our principal in this matter.

By carbon copy hereof I am also writing Mr. Ulvog, and I would ask of you both to please advise me of a reputable individual or company in the area of this well that we might explore the possibilities of boving them do the work for us.

Your early advices and those of Mr. Ulvog will be appreciated.

100

Wall/bm oc: Mr. Carl Wlvog

# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

CASE NO. 5342 Order No. R-4896

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION ON ITS
OWN MOTION TO PERMIT LEON DAVIS, FIDELITY
AND DEPOSIT COMPANY OF MARYLAND, AND ALL
OTHER INTERESTED PARTIES TO APPEAR AND
SHOW CAUSE WHY THE NEW MEXICO STATE "HEART"
WELL NO. 1, LOCATED IN UNIT J OF SECTION 16,
TOWNSHIP 14 NORTH, RANGE 32 EAST, NMPM,
HARDING COUNTY, NEW MEXICO, SHOULD NOT BE
PLUGGED AND ABANDONED IN ACCORDANCE WITH A
COMMISSION-APPROVED PLUGGING PROGRAM.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 16, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of October, 1974, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

# FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Leon Davis is the owner and operator of the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico.
- (3) That in order to confine any oil, gas, or water in the strata in which they are found, said New Mexico State "Heart" Well No. 1 should be plugged and abandoned in accordance with a program approved by the Santa Fe district office of the New Mexico Oil Conservation Commission on or before February 1, 1975.
- (4) That such plugging of the subject well will prevent waste and will not violate correlative rights.

## IT IS THEREFORE ORDERED:

(1) That Leon Davis and Fidelity and Deposit Company of Maryland are hereby ordered to plug and abandon the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico, on or before February 1, 1975.

-2-CASE NO. 5342 Order No. R-4896

- (2) That Leon Davis and Fidelity and Deposit Company of Maryland, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

SEAL

# OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE NEW MEXICO 87501

April 4, 1975

CERTIFIED - RETURN RECEIPT REQUESTED

Fidelity and Deposit Company of Maryland
P. O. Box 1770
Wichita Falls, Texas

Gentlemen:

On October 16, 1974, a hearing was held before the Oil Conservation Commission in which you were provided an opportunity to appear and show cause why the Leon Davis New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, Harding County, should not be plugged and abandoned in accordance with a Commission-approved plugging program. No appearance was made in this case by Either Mr. Davis or Fidelity and Deposit Company of Maryland and an order was entered on October 29, 1974, requiring that this well be plugged on or before February 1, 1975.

Mr. Carl Ulvog, Supervisor of Oil Conservation Commission District IV office in Santa Fe, has advised the Commission that as of this date the subject well has not been plugged.

We hereby make demand upon your company as the surety on the Leon Davis plugging bond to plug the above-described well in accordance with a Commission-approved plugging program. Mr. Ulvog must be contacted for an appropriate plugging program and given an opportunity to witness the plugging of the well.

It is necessary that Mr. Ulvog be contacted on or before April 15, 1975, concerning this matter.

Very truly yours,

WILLIAM F. CARR General Counsel

WFC/dr

cc: Mr. Carl Ulvog

# BEPORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXI J

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CASE NO. 5342 Order No. R-4896

IN THE MATTER OF THE HEARING CALLED BY
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OTHER INTERESTED PARTIES TO APPEAR AND
SHOW CAUSE WHY THE NEW MEXICO STATE "HEART"
WELL NO. 1, LOCATED IN UNIT J OF SECTION 16,
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This cause came on for hearing at 9 a.m. on October 16, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of October, 1974, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

### FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Leon Davis is the owner and operator of the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico.
- (3) That in order to confine any oil, gas, or water in the strata in which they are found, said New Mexico State "Heart" Well No. 1 should be plugged and abandoned in accordance with a program approved by the Santa Fe district office of the New Mexico Oil Conservation Commission on or before February 1, 1975.
- (4) That such plugging of the subject well will prevent waste and will not violate correlative rights.

# IT IS THEREFORE ORDERED:

(1) That Leon Davis and Fidelity and Deposit Company of Maryland are hereby ordered to plug and abandon the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico, on or before February 1, 1975.

-2-CASE NO. 5342 Order No. R-4896

- (2) That Leon Davis and Fidelity and Deposit Company of Maryland, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

EX J. ARMIJO, Member

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

S E A L

# **OIL CONSERVATION COMMISSION**

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

I. R. TRUHLLO

ALEX J. ARMIJO
MEMBER

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

October 3, 1974

Mr. Leon Davis 703 West Avenue Electra, Texas CERTIFIED- RETURN RECEIPT REQUESTED

Fidelity and Deposit Company
of Maryland
F.O. Box 1770
10th Floor - City National
Bank Building
Wichita Falls, Texas

Re: New Mexico State "Heart" Well
No. 1, Unit J, Section 16,
Township 14 North, RAnge 32 East,
Harding County,
Plugging Bond

# Gentlemen:

Enclosed is a copy of the docket of the Examiner Hearing to be held on Wednesday, October 16, 1974, at 9:00 a.m. in the Oil Conservation Commission Conference Room, State Land Office Building, Santa Fe, New Mexico. Case 5342 concerns the subject matter.

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truly yours,

WILLIAM F. CARR General Counsel

WFC/jr

Enc.

Dockets Nos. 30-74 and 31-75 are tentatively set for hearing on Cetober 30 and November 13, 1974. Application for hearing must be filed at least 22 days in advance of hearing date.

### DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER to, 1974

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas from seventeen prorated pools in Lea, Eddy, Roosevelt, and Chaves Counties, New Mexico, for November, 1974;
  - (2) Consideration of the allowable production of gas from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for November, 1974.

# CASE 5304: (Continued from the September 4, 1974, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Mercury Production Company, American Employers' Insurance Company and all other interested parties to appear and show cause why the Mercury State Well No. 1 located in Unit E of Section 27. Township 10 South, Range 26 East, Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

## CASE 5292: (Continued from the September 18, 1974, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit El Paso Natural Gas Company, United States Fidelity and Guaranty Co., and all other interested parties to appear and show cause why each of the following wells should not be plugged and abandoned in accordance with a Commission-approved plugging program:

EPNG Ludwick Well No. 11, located in Unit B, Section 19, Township 30 North, Range 10 West, San Juan County, New Mexico;

EPNG Rincon Unit Well No. 127, located in Unit A, Section 28, Township 27 North, Range 6 West, Ric Arriba County, New Mexico; and

EPNG Warren A Well No. 2, located in Unit A, Section 23, Township 28 North, Range 9 West, San Juan County, New Mexico.

# CASE 4976: (Reopened) (Continued from the October 2, 1974, Examiner Hearing)

In the matter of Case No. 4976 being reopened pursuant to the provisions of Order No. R-4638 to permit all operators in the West Parkway-Strawn

# (Case 4976 continued from Page 1)

and West Parkway-Atoka Gas Pools in Section 28, Township 19 South, Range 29 East, Eddy County, New Mexico, to appear and present evidence to clearly establish the nature of the reservoirs, proper rates of production for wells therein, and special rules therefor.

# CASE 5313: (Continued and Readvertised)

Application of El Paso Natural Cas Company for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Aztec-Pictured Cliffs and Blanco-Mesaverde production in the wellbore of its Ludwick Well No. 11 located in Unit B of Section 19, Township 30 North, Range 10 West, San Juan County, New Mexico.

- CASE 5338: Application of Amerada Hess Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced water into the Devonian formation through the open-hole interval from 10,980 feet to 11,180 feet in its State BTC Well No. 1, located in Unit N of Section 35, Township 11 South, Range 33 East, Bagley Siluro-Devonian Pool, Lea County, New Mexico.
- Application of John L. Cox for salt water disposal, Lea County, New Mexico. Applicant in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation through the open-hole interval from approximately 4989 feet to 5017 feet in his U.S.M. Well No. 2, located in Unit H of Section 27, Township 9 South, Range 37 East, West Sawyer-San Andres Pool, Lea County, New Mexico.
- CASE 5340: Application of Atlantic Richfield Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its State BR Well No. 1, located in Unit K of Section 16, Township 21 South, Range 26 East, Eddy County, New Mexico, in such a manner as to produce gas from an undesignated Atoka gas pool through the tubing and gas from an undesignated Morrow gas pool through the casing-tubing annulus by means of a crossover assembly.
- CASE 5341: Application of Texas Oil & Gas Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Williamson Fed. Well No. 3, located 660 feet from the North line and 1980 feet from the East line of Section 9, Township 20 South, Range 29 East, NMPM, Burton Flats-Morrow Gas Pool, Eddy County, New Mexico, the E/2 of said Section 9 to be dedicated to the well.
- In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Leon Davis, Fidelity and Deposit Company of Maryland, and all other interested parties to appear and show cause why the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5343: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Paul Haskins, Trustee and Continental Casualty Company, and all other interested parties to appear and show cause why the Arthur Cain Well No. 1, located in Unit N of Section 4, Township 15 North, Range 33 East, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5344: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit American Fuels Corporation and Aetna Casualty and Surety Company, and all other interested parties, to appear and show cause why the following American Fuels Wells on the W-S Ranch in Colfax County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

NM-B Well No. 1, located in Unit C of Section 6, Township 30 North, Range 19 East;

NM-B Well No. 2, located in Unit P of Section 16, Township 30 North, Range 18 East;

NM-B Well No. 4, located in Unit H of Section 13, Township 30 North, Range 18 East;

NM-B Well No. 5, located in Unit P of Section 30, Township 30 North, Range 19 East; and

NM-B Well No. 10, located in Unit N of Section 24, Township 31 North, Range 19 East.

CASE 5345: Application of Texaco, Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of production from the Fusselman, Montoya, and Ellenburger formations, North Justis Field, in the wellbore of its G. L. Erwin "B" Fed. (NCT-2) Well No. 5, located in Unit P of Section 35, Township 24 South, Range 37 East, Lea County, New Mexico.

CASE 5346: Application of Continental Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of production from the Blinebry formation and the East Warren-Drinkard Pool in the wellbore of its Warren Unit Well No. 11, located in Unit A of Section 35, Township 20 South, Range 38 East, Lea County, New Mexico.

CASE 5347: Application of Continental Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of production from the West Warren-Blinebry and East Skaggs-Drinkard Pools in the wellbore of its SEMU Berger Well No. 21, located in Unit O of Section 19, Township 20 South, Range 38 East, Lea County, New Mexico.

CASE 5348:

Application of Continental Oil Company for downhole commingting, Lea County. New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of production from the Blinebry and Drinkard Pools in the wellbores of its Elliott B Well No. 6, located in Unit J of Section 6, Township 22 South, Range 37 East, and its Lockhart B-1 Well No. 9, located in Unit 1 of Section 1, Township 22 South, Range 36 East, both in Lea County, New Mexico.

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. 5342

Order No. R-4896

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO PERMIT LEON DAVIS, FIDELITY AND DEPOSIT COMPANY OF MARYLAND, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE NEW MEXICO STATE "HEART" WELL NO. 1, LOCATED IN UNIT J OF SECTION 16, TOWNSHIP 14 NORTH, RANGE 32 EAST, NMPM, HARDING COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

# ORDER OF THE COMMISSION

# BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 16 , 19 at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this \_\_\_\_\_\_ day of \_\_\_\_\_\_, 1974, the Commission, and the recommendations of the Examiner, and being fully advised

# FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Leon Davis is the owner and operator of the New Mexico State "Heart" Well No. 1, located in Unit J of Section 16, Township 14 North, Range 32 East, NMPM, Harding County, New Mexico.

(3) That in order to prevent waste and protect correlative fights said New Mexico State "Heart" Well No. 1 should be plugged and abandoned in accordance with a program approved by the Santa Fe District Office of the New Mexico Oil Conservation Commission on or before February 1975.

(4) That plagging of the subject well will prevent waste and will 170 to violated correlative rights

work is to be commenced whereupon the Commission may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

RECEIPT FOR CERTIFIED MAIL-30c (plus postage) Fidelity and Deposit Co. of Md STREET AND NO. Box 1770 P.O. STATE AND ZIP CODE Wichita Falls, Texas
OPTIONAL SERVICES FOR ADDITIONAL FEES

1. Snews to whem and data delivered
With delivery to addressee only
2. Shews to wheen, date and where delivery to addressee only
With delivery to addressee only RECEIPT SERVICES DELIVER TO ADDRESSEE ONLY SPECIAL DELIVERY (extra fee required) NO INSURANCE COVERAGE PROVIDED NOT FOR INTERNATIONAL MAIL PS Form 3800 Apr. 1971

RECEIPT FOR CERTIFIED MAIL-30¢ (plus postage) POSTMARK OR DATE U. S. Fidelity & Guaranty STREET AND NO. 301 San Mateo Blvd., SE S 0035 P.O., STATE AND ZIP CODE Albuquerque OPTIONAL SERVICES FOR ADDITIONAL FEES RETURN
RECEIPT
SERVICES

1. Shows to whom and date delivered With delivery to addressee only
2. Shows to whom, date and where delivered With delivery to addressee only
DELIVER TO ADDRESSEE ONLY SPECIAL DELIVERY (extra fee required) PS Form Apr. 1971 3800 NO INSURANCE COVERAGE PROVIDED-NOT FOR INTERNATIONAL MAIL Cue □ GPO : 1972 O - 460-743 5342

SENT TO Mr. Leon Davis STREET AND NO. 703 West Avenue P.O., STATE AND ZIP CODE Flactar FOR STANDAL FEES RETURN
RECEIPT
SERVICES

1. Shows to whom and date delivered
With delivery to addressee only
2. Shows to whom, date and where delivered
With delivery to addressee only
DELIVER TO ADDRESSEE UNLY
SPECIAL DELIVERY

SPECIAL DELIVERY (extro fee required)
PS Form 3800 NO INSURANCE CO NO INSURANCE COVERAGE PROVIDED— NOT FOR INTERNATIONAL MAIL

(See other side) GPO: 1972 O - 460-743

POSTMARK OR DATE

RECEIPT FOR CERTIFIED MAIL-30¢ (plus postage)

RECEIPT FOR CERTIFIED MAIL-30¢ (plus postage)

Frank L. Ehrle, Claims Attorney Fidelity and Dep. Co. of Maryland Dallas, Texas 75201 RETURN

RETURN

1. Shows to whom and date delivered.

With tellivery to addressee only.

2. Shows to yhom, date and where delivered.

Yith removery to addressee only.

TOTAL STATES OF THE PROVINCE.

REQUESTS.

RETURN

2. Shows to yhom, date and where delivered.

Yith removery to addressee only.

TOTAL STATES OF THE PROVINCE.

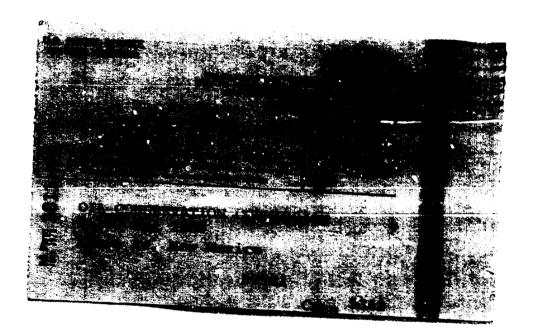
REQUESTS. PS Form 3800 NO INSURANCE COVERAGE PROVIDED— NOT FOR INTERNATIONAL MAIL (See other side)

No.

Car 5342

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