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1478

Application, Transcript,
Small Exhibits, Etc.

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## OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

P.O. Box 871 Santa Fe, New Mexico December 18, 1958

Mr. John Russell Campbell & Russell P.O. Box 721 Roswell, New Mexico

Dear Mr. Russell:

We enclose two copies of Orders R-1302 and R-1310 issued December 17, 1958, by the Oil Conservation Commission in Cases 1478 and 1567, respectively.

Very truly yours,

A. L. Porter, Jr. Secretary - Director

bp Encls.

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

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

CASE NO. 1478 Order No. R-1302

APPLICATION OF R. OLSEN OIL COMPANY FOR A 160-ACRE MON-STANDARD GAS PRORATION UNIT IN THE TUBE GAS POOL, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 2, 1958, and was continued until 9 o'clock a.m. on July 24, 1958, and was then continued indefinitely, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 17 day of December, 1958, the Commission, a quorum being present, having considered the application and the recommendations of the Examiner, Daniel S. Nutter, 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 the applicant, by letter dated November 26, 1958, requested that the case be dismissed.

#### IT IS THEREFORE ORDERED:

That Case No. 1478 be and the same is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Edwin L. Mechem, Chairman

Murray E. Morgan, Member

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



#### DOCKET: EXAMINER HEARING JULY 24, 1958

- Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM
  - The following cases will be heard before Elvis A. Utz, Examiner:
- CASES 1195 & 1433: Application of Graridge Corporation for an order amending Order No. R-972. Applicant, in the above-styled cause, seeks an order amending Order No. R-972 to approve a development pattern for the entire water flood project operated by the applicant in the Caprock-Queen Pool, Chaves and Lea Counties, New Mexico, and to permit administrative approval for the conversion of water injection wells in said project, which is within the limits of the North Caprock Queen Unit No. One authorized by Commission Order No. R-1145.
- CASE 1482: Application of Aztec Oil and Gas Company for an unorthodox gas well location. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox gas well location in the Blanco Mesaverde Gas Pool for its Culpepper-Martin No. 2 Well, 990 feet from the South and East lines of Section 30, Township 32 North, Range 12 West, San Juan County, New Mexico.
- CASE 1483: Application of Atlantic Refining Company for a non-standard oil proration unit. Applicant, in the above-styled cause, seeks an order establishing a 53.98-acre non-standard oil proration unit in the Horseshoe Gallup Pool consisting of the SE/4 SE/4 of Section 32, and that portion of the SW/4 SW/4 of Section 33 which lies within the Navajo Reservation (14.53 acres), all in Township 31 North, Range 16 West, San Juan County, New Mexico.
- CASE 1484: Application of Gulf Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of Section 31, Township 22 South, Range 38 East, Lea County, New Mexico, said unit to be dedicated to its Scarborough Estate Well No. 2, 1880 feet from the North line and 660 feet from the East line of said Section 31.
- CASE 1485: Application of Gulf Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of Section 31, Township 22 South, Range 38 East, Lea County, New Mexico, said unit to be dedicated to its Scarborough Estate No. 3 Well, 1980 feet from the South line and 660 feet from the East line of said Section 31.
- CASE 1486: Application of Gulf Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of Lots 13 and 14 and the SW/4 of Section 2, and the N/2 NW/4 of Section 11, all in Township 21 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to its J. F. Janda "D" Well No. 1, 1980 feet from the South line and 660 feet from the West line of said Section 2.

CASE 1487: Application of Ohio Oil Company for two non-standard gas proration units in the Tubb Gas Pool and two non-standard gas proration units in the Blinebry Gas Pool. Applicant, in the above-styled cause, seeks an order establishing 160-acre non-standard gas proration units in both the Blinebry Gas Pool and the Tubb Gas Pool, each consisting of the S/2 NE/4, NW/4 SE/4, and the NE/4 SW/4 of Section 24, Township 22 South, Range 37 East, Lea County, New Mexico, said units to be dedicated to its dually completed J. L. Muncy Well No. 2 in the NE/4 SW/4 of said Section 24. Applicant further seeks the establishment of 160-acre non-standard gas proration units in both the Blinebry Gas Pool and Tubb Gas Pool, each consisting of the E/2 SE/4, SW/4 SE/4, and the SE/4 SW/4 of said Section 24, said units to be dedicated to its J. L. Muncy Well No. 3 in the SE/4 SW/4 of said Section 24 and Well No. 1 in the SE/4 SE/4 of said Section 24 respectively.

CASE 1488:

Application of Western Natural Gas Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Wimberly No. 5 Well, 990 feet from the North line and 2310 feet from the West line of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Justis-Ellenburger Pool and oil from an undesignated Montoya pool through parallel strings of tubing.

CONTINUED CASE 9 am DSN ST 7/24/58

This case will be heard before Daniel S. Nutter, Examiner:

In the matter of the application of R. Olsen Oil Company for a non-standard gas proration unit. Applicant, in the abovestyled cause, seeks an order establishing a 160-acre nonstandard gas proration unit in the Tubb Gas Pool consisting of the N/2 NW/4, SW/4 NW/4, and NW/4 SW/4 of Section 25, Township 22 South, Range 37 East, Lea County, New Mexico. BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO
Santa Fe, New Mexico
July 24, 1958

EXAMINER HEARING

TRANSCRIPT OF HEARING

Case 1478 Continued

DEARNLEY - MEIER & ASSOCIATES INCORPORATED GENERAL LAW REPORTERS ALBUQUERQUE, NEW MEXICO 3-6691 5-9546

# BEFORE THE OIL CONSERVATION COMMISSION STATE OF NEW MEXICO Santa Fe, New Mexico July 24, 1958

#### EXAMINER HEARING

#### IN THE MATTER OF:

The application of R. Olsen Oil Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establish: Case ing a 160-acre non-standard gas proration unit: 1478 in the Tubb Gas Pool consisting of the N/2 NW/4, (Cont. SW/4 NW/4, and NW/4 SW/4 of Section 25, Township: 22 South, Range 37 East, Lea County, New Mexico.

BEFORE: Mr. Daniel S. Nutter, Examiner TRANSCRIPT OF HEARING

MR. UTZ: The hearing will come to order, please. The first case on the docket today will be a continued case which was continued before Dan Nutter, and Mr. Nutter will hear that continued case before we proceed further.

MR. PAYNE: Case 1478. In the matter of the application of R. Olsen Oil Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 160-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the N/2 NW/4, SW/4 NW/4, and NW/4 SW/4 of Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

MR. CAMPBELL: Mr. Examiner, I'm Jack M. Campbell, Campbell and Russell, Roswell, New Mexico, appearing on behalf of the applicant. I would like again to request that the case be continued

DEARNLEY MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
Phone CHapel 3-6691

inasmuch as an effort is still under way to work the matter out by voluntary agreement.

MR. NUTTER: Do you have any idea at the present time when you want this case heard, Mr. Campbell?

MR. CAMPBELL: No. I would suggest, if it's agreeable with the Examiner, that it be continued indefinitely, which, of course, would necessitate readvertisement prior to the time it's set down for another hearing, but have it remain on the docket to avoid the necessity of filing a new application in the event it needs to be heard. If the matter is worked out, why we will dismiss the case.

MR. NUTTER: Is there objection to the continuation indefinitely of Case 1478? If not, the case will be so continued and that portion of the docket is adjourned.

### <u>CERTIFIGATE</u>

STATE OF NEW MEXICO )

COUNTY OF BERNALILLO )

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Cil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 28th day of July, 1958.

Notary Public-Court Reporter

My commission expires: June 19, 1959.

New Mexico Oil Conservation Commission

DEARNLEY MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE NEW MEXICO
Phone CHapel 3-6691

## BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico July 2, 1958

IN THE MATTER OF:

Case No. 1478

DEARNLEY MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE NEW MEXICO
Phone CHapel 3-6691

#### BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico July 2, 1958

#### IN THE MATTER OF:

The application of R. Olsen Oil Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 160-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the N/2 NW/4, SW/4 NW/4, and NW/4 SW/4 of Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

Case No.

BEFORE:

Mr. Daniel S. Nutter

#### TRANSCRIPT OF HEARING

MR. NUTTER: The hearing will come to order, please. The next case on the docket will be case 1478.

MR. CAMPBELL: Mr. Examiner, I am Jack M. Campbell, Campbell and Russell, Roswell, New Mexico, entering an appearance on the behalf of the applicant. I would like to move that case No. 1478 be continued to the next regular scheduled Examiner Hearing at which Mr. Nutter is designated Examiner.

MR. NUTTER: I think we might need a date for that.

MR. CAMPBELL: Off the record.

(Discussion off the record.)

MR. NUTTER: There is an Examiner Hearing scheduled before today's Examiner set for July 24th at nine o'clock A. M. in Mabry Hall. Would continuance to that date be satisfactory to you, Mr.

DEARNLEY - MEIER & ASSOCIATES GENERAL LAW REPORTERS ALBUQUERQUE, NEW MEXICO Phone CHopel 3-6691 Campboll?

MR. CAMPBELL: Yes, it will.

MR. NUTTER: Is there objection to continuance of Case 1478 to July 24th, at 9:00 A. M. at Mabry Hall in Santa Fe? If not, the case will be continued until that time.

DEARNLEY - MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE. N.: W MEXICO
Phone CHopel 3-6691

STATE OF NEW MEXICO, COUNTY OF BERNALILLO. SS.

I, ADA DEARNLEY, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission in Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my notarial seal and hand this 1st day of Holling 1958.

Notary Public, Court Reporter

My commission expires: June 19, 1959

> I do hereby certify that the foregoing is a complete record of the proceedings in

Ver Nerico Oil Conservation Commission uffer Exeminer

#### DOCKET: EXAMINER HEARING JULY 24, 1958

- Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM
  - The following cases will be heard before Elvis A. Utz, Examiner:
- CASES 1195 & 1433: Application of Graridge Corporation for an order amending Order No. R-972. Applicant, in the above-styled cause, seeks an order amending Order No. R-972 to approve a development pattern for the entire water flood project operated by the applicant in the Caprock-Queen Pool, Chaves and Lea Counties, New Mexico, and to permit administrative approval for the conversion of water injection wells in said project, which is within the limits of the North Caprock Queen Unit No. One authorized by Commission Order No. R-1145.
- CASE 1482: Application of Aztec Oil and Gas Company for an unorthodox gas well location. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox gas well location in the Blanco Mesaverde Gas Pool for its Culpepper-Martin No. 2 Well, 990 feet from the South and East lines of Section 30, Township 32 North, Range 12 West, San Juan County, New Mexico.
- CASE 1483: Application of Atlantic Refining Company for a non-standard oil proration unit. Applicant, in the above-styled cause, seeks an order establishing a 53.98-acre non-standard oil proration unit in the Horseshoe Gallup Pool consisting of the SE/4 SE/4 of Section 32, and that portion of the SW/4 SW/4 of Section 33 which lies within the Navajo Reservation (14.53 acres), all in Township 31 North, Range 16 West, San Juan County, New Mexico.
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- CASE 1485: Application of Gulf Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit in the Blinebry Gas Pool consisting of the NE/4 SE/4, NE/4 NE/4, and the S/2 NE/4 of Section 31, Township 22 South, Range 38 East, Lea County, New Mexico, said unit to be dedicated to its Scarborough Estate No. 3 Well, 1980 feet from the South line and 660 feet from the East line of said Section 31.
- CASE 1486: Application of Gulf Oil Corporation for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 320-acre non-standard gas proration unit in the Eumont Gas Pool consisting of Lots 13 and 14 and the SW/4 of Section 2, and the N/2 NW/4 of Section 11, all in Township 21 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to its J. F. Janda "D" Well No. 1, 1980 feet from the South line and 660 feet from the West line of said Section 2.

Docket No. 21-58

CASE 1487;

Application of Ohio Oil Company for two non-standard gas proration units in the Tubb Gas Pool and two non-standard gas proration units in the Blinebry Gas Pool. Applicant, in the above-styled cause, seeks an order establishing 160-acre non-standard gas proration units in both the Blinebry Gas Pool and the Tubb Gas Pool, each consisting of the S/2 NE/4, NW/4 SE/4, and the NE/4 SW/4 of Section 24, Township 22 South, Range 37 East, Lea County, New Mexico, said units to be dedicated to its dually completed J. L. Muncy Well No. 2 in the NE/4 SW/4 of said Section 24. Applicant further seeks the establishment of 160-acre non-standard gas proration units in both the Blinebry Gas Pool and Tubb Gas Pool, each consisting of the E/2 SE/4, SW/4 SE/4, and the SE/4 SW/4 of said Section 24, said units to be dedicated to its J. L. Muncy Well No. 3 in the SE/4 SW/4 of said Section 24 and Well No. 1 in the SE/4 SE/4 of said Section 24 respectively.

CASE 1488:

Application of Western Natural Gas Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Wimberly No. 5 Well, 990 feet from the North line and 2310 feet from the West line of Section 24, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Justis-Ellenburger Pool and oil from an undesignated Montoya pool through parallel strings of tubing.

#### CONTINUED CASE

This case will be heard before Daniel S. Nutter, Examiner:

CASE 1478:

In the matter of the application of R. Olsen Oil Company for a non-standard gas proration unit. Applicant, in the above-styled cause, seeks an order establishing a 160-acre non-standard gas proration unit in the Tubb Gas Pool consisting of the N/2 NW/4, SW/4 NW/4, and NW/4 SW/4 of Section 25, Township 22 South, Range 37 East, Lea County, New Mexico.

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

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

CASE NO. 929 Order No. R-677

THE APPLICATION OF R. OLSEN OIL COMPANY FOR AN ORDER GRANTING APPROVAL OF AN EXCEPTION PURSUANT TO RULE 5 (a) OF THE SPECIAL RULES AND REGULATIONS FOR THE TUBB GAS POOL OF ORDER NO. R-586 IN ESTABLISHMENT OF A NON-STANDARD GAS PRORATION UNIT OF 160 CONTIGUOUS ACRES CONSISTING OF THE SE/4 NW/4, E/2 SW/4, SW/4 SW/4 OF SECTION 25 TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on July 14, 1955, before the Oil Conservation Commission, hereinafter referred to as the "Commission".

NOW, on this 17th., day of August, 1955, the Commission, a quorum being present, having considered the records and testimony adduced, and being fully advised in the premises,

#### FINDS:

- (1) That due notice of the time and place of hearing and the purpose thereof having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.
- (2) That pursuant to provisions of Rule 5 (a) of the Special Rules and Regulations of the Tubb Gas Pool of Order No. R-586, the Commission has power and authority to permit the formation of a gas proration unit consisting of other than a legal quarter section after notice and hearing by the Commission.
- (3) That applicant, R. Olsen Oil Company, is the owner of an oil and gas lease in Lea County, New Mexico, the land consisting of other than a legal quarter section, and described as follows, to-wit:

## TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SE/4 NW/4, E/2 SW/4, SW/4 SW/4 of Section 25

containing 160 acres, more or less.

- (4) That applicant intends to drill a well to the Tubb Gas Pool; said well to be situated in the center of the SE/4 NW/4 of Section 25, Township 22 South, Range 37 East.
- (5) That all of the proposed gas proration unit lies wholly within a single governmental section, and the entire proposed unit may reasonably be presumed to be productive of gas from the Tubb Gas Pool.
  - (6) The proposed gas unit consists of contiguous quarter-quarter sections.
  - (7) That there were no protests to said application.
- (8) That the creation of a proration unit consisting of the aforesaid acreage will not cause but will prevent waste, and will protect correlative rights.

#### IT IS THEREFORE ORDERED:

(1) That the application of the R. Olsen Oil Company for approval of a non-standard proration unit, consisting of the following described acreage:

## TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SE/4 NW/4, E/2 SW/4, SW/4 SW/4 of Section 25

be and the same is hereby approved and a proration unit consisting of the aforesaid acreage is hereby created.

(2) Upon completion of the applicant's well in the Tubb Gas Pool, said well to be located in the center of the SE/4 NW/4 of Section 25, should said well be productive, the well shall be granted the allowable of the standard proration unit for said pool, all until further order of the Commission.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN F. SIMMS, Chairman

E. S. WALKER, Member

W. B. MACEY, Member and Secretary