

CASE 1631: Hearing called by OCC to consider changing the date of the Regular Commission Hearing in June from the 17th to 9th, 1959.

Case No.

1631

Application, Transcript,
Small Exhibits, Etc.

BEFORE THE
OIL CONSERVATION COMMISSION
HOUSTON, NEW MEXICO

IN THE MATTER OF:

Case No. 1631

TRANSCRIPT OF HEARING

APRIL 15, 1959

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

BEFORE THE
OIL CONSERVATION COMMISSION
HOBBS, NEW MEXICO

IN THE MATTER OF:

Case No. 1631 In the matter of the hearing called by the
Oil Conservation Commission on its own motion
to consider changing the date of the Regular
Commission Hearing in June, 1959 from the
17th to the 9th.

Hobbs Auditorium
1300 East Scharbauer
April 15, 1959

BEFORE:

Mr. A. L. Porter, Jr.
Mr. Murray Morgan
Governor John Burroughs

TRANSCRIPT OF HEARING

MR. PORTER: The meeting will come to order, please. At this time, I would like to take this opportunity to thank some individuals who have had charge of the arrangements for this Commission hearing. As usual, it is a pleasure for us to appear in Hobbs. Of course, I lived here for a number of years and still consider Hobbs home, and I think the Governor and Land Commissioner are coming to feel pretty much the same way. I would like to thank Mr. Harry Nunnan and those who have worked with him in the Chamber of Commerce, Mr. Charlie Mills and the school officials who have worked with him in providing the fine facilities that we have here for the hearing, and Mr. Randell Montgomery, our supervisor of the Hobbs office, who has done such a good job in supervising this whole setup. I would like to announce at this time that there will

3

on refreshments, coffee and cakes, on the 17th of June during the coffee break and that there are no other matters on this floor out in front.

We are going to depart from our usual custom of taking the allowable cases first and take Case No. 1631, which has to do with the changing of the June hearing date. It is anticipated that we will make a decision and we would like to make the announcement while the common purchasers are still here.

MR. PAYNE: Case 1631, "In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider changing the date of the regular Commission hearing in June, 1959 from the 17th to the 9th."

Mr. Commissioner, we have one witness, Mr. Fischer.

(Witness sworn in.)

E. J. FISCHER

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

DIRECT EXAMINATION

BY MR. PAYNE:

Q Will the witness please state his name and occupation?

A E. J. Fischer, Engineer for the Oil Commission.

Q Mr. Fischer, would you explain why the Commission desires to change the date of the regular hearing in June from the 17th to the 9th?

A Well, the Commission wants to change this date to June 9 because the original date conflicts with the Interstate Oil

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

Compact Commission Meeting to be held in New Orleans during the middle of June and the members of the Commission and the Commission staff, as well as many of the representatives that generally attend the Statewide hearings are members of the Compact Commission and need to attend the Compact Meeting and that's the reason for the requested change.

Q Would you recommend that the purchasers get in their nominations for July early?

A Yes, I would like to receive them on or before June the 8th and preferably Friday June the 5th if possible.

MR. PAYNE: That's all the questions we have, Mr. Commissioner.

MR. PORTER: Anyone have a question of Mr. Fischer?

The witness may be excused.

(Witness excused.)

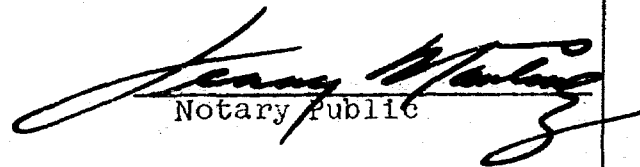
MR. PORTER: Anything further, anyone have anything further to offer?

The Commission has decided that the June hearing date, regular hearing date will be changed to June 9 in order that there will be no conflict with the Interstate Oil Compact Meeting in New Orleans and the purchasers are requested to have their nominations by June 5th if at all possible.

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, JERRY MARTINEZ, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing were reported by me in Stenotype, and that the same was reduced to typewritten transcript by me and contains a true and correct record of said proceedings, to the best of my knowledge, skill and ability.

DATED this 17th day of April, 1959, in the City of Albuquerque, County of Bernalillo, State of New Mexico.


Notary Public

My Commission Expires:

January 24, 1962

DOCKET: REGULAR HEARING APRIL 15, 1959

Oil Conservation Commission 9 a.m., Hobbs Auditorium, 1300 East Scharbauer

HOBBS, NEW MEXICO

- ALLOWABLE: (1) Consideration of the oil allowable for May, 1959.
- (2) Consideration of the allowable production of gas for May 1959 from six prorated pools in Lea County, New Mexico; also consideration of the allowable production of gas from seven prorated pools in San Juan and Rio Arriba Counties, New Mexico, for May 1959.

CONTINUED CASES

CASE 1573: Application of Southwestern, Inc. Oil Well Servicing for permission to make a "slim hole" completion. Applicant, in the above-styled cause, seeks an order authorizing it to utilize the "slim hole" method of completion for a well located in the SE/4 NW/4 Section 32, Township 16 South, Range 30 East, Square Lake Pool, Eddy County, New Mexico. Applicant proposes to utilize 2 1/2 inch tubing as a substitute for casing in the above-described well in exception to Rule 107.

CASE 1600: In the matter of the application of M. A. Romero and Robert Critchfield concerning the operation of gas prorationing in the Blanco Mesaverde Gas Pool and the ratable taking of gas from said Blanco Mesaverde Gas Pool in Rio Arriba and San Juan Counties, New Mexico, as well as from the Chozas Mesa-Pictured Cliffs Gas Pool in Rio Arriba County, New Mexico.

CASE 1526: Northwestern New Mexico nomenclature case calling for an order for the extension of an existing pool in San Juan County, New Mexico.

- (h) Extend the Angels Peak-Dakota Pool to include:

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM
Section 2: NW/4

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Section 35: SW/4

TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM
Section 27: W/2
Section 28: E/2

CASE 1613: Southeastern New Mexico nomenclature case calling for an order creating a new pool in Lea County, New Mexico:

- (e) Create a new oil pool for Devonian production, designated as the Crosby-Devonian Oil Pool, and described as:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 21: SW/4

NEW CASES

- CASE 1631: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider changing the date of the Regular Commission Hearing in June 1959 from the 17th to the 9th.
- CASE 1632: Application of Humble Oil & Refining Company for permission to make a "slim hole" completion. Applicant, in the above-styled cause, seeks an order authorizing it to utilize the "slim hole" method of completion for its State "M" Well No. 14 to be located 1980 feet from the North line and 660 feet from the East line of Section 31, Township 22 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico. Applicant proposes to utilize 2-7/8 inch tubing as a substitute for casing in the above-described well in exception to Rule 107.
- CASE 1633: Application of Humble Oil & Refining Company for permission to make a "slim hole" completion. Applicant, in the above-styled cause, seeks an order authorizing it to utilize the "slim hole" method of completion for its State "G" Well No. 19, to be located 580 feet from the South line and 1980 feet from the East line of Section 23, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico. Applicant proposes to utilize 2-7/8 inch tubing as a substitute for casing in the above-described well in exception to Rule 107.
- CASE 1634: Application of The Pure Oil Company for an order promulgating temporary special rules and regulations for the South Vacuum-Devonian Pool in Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order promulgating temporary special rules and regulations for the South Vacuum-Devonian Pool in Lea County, New Mexico, to provide for 80-acre pro-rata units and well location requirements. Applicant further seeks permission to shut-in its South Vacuum Unit Well No. 3-35 located in the NE/4 NW/4 of Section 35, Township 18 South, Range 35 East, Lea County, New Mexico, and transfer the allowable to its South Vacuum Unit Well No. 1-35 located in the SW/4 NE/4 of said Section 35.
- CASE 1635: Application of Mapenza Oil Company for an exception to the requirements of Order No. R-1224-A. Applicant, in the above-styled cause, seeks an order authorizing an exception to the salt water disposal requirements of Order No. R-1224-A for its State No. 1-A Well, located in the SE/4 SE/4 of Section 14, Township 18 South, Range 37 East, Hobbs Pool, Lea County, New Mexico.
- CASE 1636: Application of The Atlantic Refining Company for an amendment of Rule 115 of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an order amending Rule 115 of the Commission Rules and Regulations insofar as said rule is related to required pressure rating of wellhead equipment.

CASE 1637: Application of The Atlantic Refining Company for an order combining the Allison-Pennsylvanian and the North Allison-Pennsylvanian Pools in Lea and Roosevelt Counties, New Mexico, and for the promulgation of special rules and regulations therefor. Applicant, in the above-styled cause, seeks an order combining the Allison-Pennsylvanian and the North Allison-Pennsylvanian Pools in Lea and Roosevelt Counties, New Mexico, and providing for the establishment of 80-acre proration units in said combined pool.

CASE 1638: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the establishment of a procedure whereby amendments to unit agreements may be approved administratively.

CASE 1522: Application of General Petroleum, Inc., for an amendment to Order No. R-1299. Applicant, in the above-styled cause, seeks an order amending Order No. R-1299 to provide that any merchantable oil recovered from sediment oil shall not be charged against the allowable for wells on the originating lease, which amendment would revise Rule 311.

CASE 1639: Southeastern New Mexico nomenclature case calling for an order creating new pools and extending existing pools in Lea and Eddy Counties, New Mexico:

(a) Create a new oil pool for Tansil production, designated as the Custer-Tansill Oil Pool, and described as:

TOWNSHIP 25 SOUTH, RANGE 36 EAST, NMPM
Section 7: NW/4

(b) Create a new oil pool for Pennsylvanian production, designated as the East Hightower-Pennsylvanian Oil Pool, and described as:

TOWNSHIP 12 SOUTH, RANGE 34 EAST, NMPM
Section 30: NE/4

(c) Create a new oil pool for Delaware production, designated as the Querecho Plains-Delaware Oil Pool, and described as:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 25: NW/4

(d) Create a new oil pool for Abo production, designated as the West Warren-Abo Oil Pool, and described as:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 17: SW/4

(e) Create a new oil pool for Connell production, designated as the Warren-Connell Oil Pool, and described as:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 17: SW/4

- (f) Extend the Atoka Pool to include:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 13: E/2 NE/4

- (g) Extend the Bishop Canyon-San Andres Pool to include:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM
Section 10: N/2
Section 11: NW/4

- (h) Extend the Crosby-Devonian Gas Pool to include:

TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM
Section 4: NE/4

- (i) Extend the Culwin Pool to include:

TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM
Section 1: NE/4

- (j) Extend the Drinkard Pool to include:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 17: SW/4

- (k) Extend the Eumont Gas Pool to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 23: N/2
Section 24: SE/4 & N/2

- (l) Extend the Justis Gas Pool to include:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 13: SE/4

- (m) Extend the Langlie-Mattix Pool to include:

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM
Section 4: NE/4

- (n) Extend the Wilson Pool to include:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM
Section 19: E/2
Section 20: SW/4

CASE 1640: Northwestern New Mexico nomenclature case calling for an order changing the designation of a pool and extending existing pools in San Juan and Rio Arriba Counties, New Mexico:

- (a) Change the designation of the Otero-Graneros Dakota Pool in Rio Arriba County, New Mexico, to the Otero-Dakota pool.

- (b) Extend the Tapacito-Pictured Cliffs Pool to include:

TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPM
Section 29: E/2

- (c) Extend the Blanco-Mesaverde Pool to include:

TOWNSHIP 31 NORTH, RANGE 13 WEST, NMPM
Section 25: S/2

- (d) Extend the Angels Peak-Gallup Oil Pool to include:

TOWNSHIP 26 NORTH, RANGE 9 WEST, NMPM
Section 6: SW/4
Section 7: NW/4

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM
Section 1: All
Section 2: NE/4

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Section 28: SW/4
Section 29: S/2
Section 32: All
Section 33: W/2

- (e) Extend the Bisti-Lower Gallup Oil Pool to include:

TOWNSHIP 24 NORTH, RANGE 10 WEST, NMPM
Section 2: SW/4

TOWNSHIP 25 NORTH, RANGE 10 WEST, NMPM
Section 19: S/2 S/2

- (f) Extend the Horseshoe-Gallup Oil Pool to include:

TOWNSHIP 30 NORTH, RANGE 16 WEST, NMPM
Section 2: W/2 SW/4

TOWNSHIP 31 NORTH, RANGE 16 WEST, NMPM
Section 19: SW/4 & S/2 SE/4
Section 29: NW/4

- (g) Extend the Verde-Gallup Oil Pool to include:

TOWNSHIP 31 NORTH, RANGE 14 WEST, NMPM
Section 16: SW/4 NW/4
Section 17: E/2
Section 20: E/2

- (h) Extend the Angels Peak-Dakota Pool to include:

TOWNSHIP 26 NORTH, RANGE 10 WEST, NMPM
Section 3: N/2

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Section 6: E/2 Section 9: W/2

TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM
Section 22: W/2

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. 1631
Order No. R-1374

THE APPLICATION OF THE OIL
CONSERVATION COMMISSION ON
ITS OWN MOTION TO CONSIDER
CHANGING THE DATE OF THE
REGULAR COMMISSION HEARING
IN JUNE, 1959, FROM THE 17TH
TO THE 9TH.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 15, 1959, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 27th day of April, 1959, the Commission, a quorum being present, having considered the application and the evidence adduced 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 date originally scheduled for the Regular Commission Hearing in June, 1959, (the 17th) conflicts with the semi-annual meeting of the Interstate Oil Compact Commission.

(3) That accordingly the date of the Regular Commission Hearing in June, 1959, should be changed from the 17th to the 9th.

IT IS THEREFORE ORDERED:

That the date of the Regular Commission Hearing in June, 1959, be and the same is hereby changed from the 17th to the 9th.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John Burroughs
John Burroughs, Chairman

Murray E. Morgan
Murray E. Morgan, Member

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

