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11 Exhibits, Etc.

GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Atexico

Bil Conserbation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER



A. L. PORTER, JR. BECRETARY - DIRECTOR

STATE GEOLOGIST

BANTA FE

January 30, 1963

Mr. John Russell Attorney at Law Post Office Box 640 Roswell; New Mexico Re: Case No. <u>2696</u>
Order No. <u>R-2412</u>
Applicant:

Texas Pacific Coal & Oil Co.

Dear Sirs

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

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ir/
Carbon copy of order also sent to:
Hobbs OCC ____x_
Artesia OCC___
Astec 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. 2696 Order No. R-2412

APPLICATION OF TEXAS PACIFIC COAL & OIL COMPANY FOR 40-ACRE SPACING, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 16, 1963, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 30th day of January, 1963, the Commission, a quorum being present and 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, Texas Pacific Coal & Oil Company, requested prior to the hearing that Case No. 2696 be <u>dismissed</u>.

IT IS THEREFORE ORDERED:

That Case No. 2696 is heroby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

S, WALKER, Member

A. L. PORTER, Jr. Member & Secretary

esr/

CLASS OF SERVICE This is a fast message unless its deferred char-acter is indicated by the

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A L PORTER JR=

SECY DIR OIL CONSERVATION COMM STATE LAND OFFICE SANTA FE: NMEX=

APPLICANT TEXAS PACIFIC COAL AND OIL CO RESPECTFULLY REQUESTS THAT CASE NUMBER 2696 PREVIOUSLY CONTINUED TO JANUARY 16 1963 BE DISMISSED=

> CAMPBELL AND RUSSELL ATTORNEYS FOR TEXAS PACIFIC COAL AND OIL CO=

John F. Russell

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

DOCKET: REGULAR HEARING - WEDNESDAY - JANUARY 16, 1963

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

ALLOWABLE:

- (1) Consideration of the oil allowable for February, 1963
- (2) Consideration of the allowable production of gas for February, 1963, from ten prorated pools in Lea and Eddy Counties, New Mexico, also consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for February, 1963.

CASE 2696:

(Dismissed)

Application of Texas Pacific Coal & Oil Company for 40-acre spacing, Lea County, New Mexico. This case has been voluntarily dismissed by the Applicant.

CASE 2049:

(Rehearing)

Application of the Gil Conservation Commission on its own motion to reconsider the special rules and regulations for the Devils Fork-Gallup Pool, Rio Arriba County, New Mexico. Upon application of J. Gregory Merrion, rehearing has been granted under the provisions of Rule 1222. The scope of the rehearing shall be limited to evidence concerning wells completed in the Devils Fork-Gallup Pool since September 13, 1962.

CASE 2730:

Southeastern New Mexico nomenclature case calling for an order creating new pools and extending certain existing pools in Eddy, Lea and Roosevelt Counties, New Mexico.

(a) Create a new cil pool for Wolfcamp production, designated as the North Baish-Wolfcamp Pool and described as:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 10: SW/4

(b) Create a new oil pool for Devonian production, designated as the Vacuum-Devonian Pool, and described as:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 26: SE/4

(c) Create a new oil pool for Paddock production, designated as the Vacuum-Paddock Pool, and described as:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

Section 25: NW/4 Section 26: NE/4

(d) Extend the North Anderson Ranch-Wolfcamp Pool to include:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 27: SW/4

(e) Extend the North Bagley-Upper Pennsylvanian Pool to include:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 22: W/2 NE/4 and SE/4 NE/4 Section 23: SW/4

(f) Extend the Cedar Lake-Abo Pool to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM Section 19: Lots 3 and 4

(g) Extend the Justis-Montoya Pool to include:

TOWNSHIP 25 SOUTH, RANGE 38 EAST, NMPM Section 30: NW/4

(h) Extend the North Justis-Montoya Pool to include:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM Section 35: SE/4 Section 36: SW/4

(i) Extend the Justis Tubb-Drinkard Pool to include:

TOWNSHIP 26 SOUTH, RANGE 37 EAST, NMPM Section 1: NE/4

(j) Extend the East Millman Queen-Grayburg Pool to include:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM Section 22: SW/4

Docket No. 2-63

(k) Extend the Milnesand-San Andres Pool to include:

TOWNSHIP 8 SOUTH, RANGE 35 EAST, NMPM

Section 5: SW/4

Section 7: N/2

Section 8: NW/4

(1) Extend the Oil Center-Blinebry Pool to include:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM Section 4: S/2 (Lots 17-24)

(m) Extend the East Red Lake-Queen Pool to include:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM Section 2: NE/4 NW/4

(n) Extend the Shugart Pool to include:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM Section 30: N/2

(o) Extend the North Square Lake Grayburg-San Andres Pool to include:

TOWNSHIP 16 SOUTH, RANGE 31 EAST, NMPM Section 11: N/2 SW/4

(p) Extend the Wantz-Abo Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 16: SE/4

LAW OFFICES OF

CAMPBELL & RUSSELL SUITE 1010 SECURITY NATIONAL PANK BUILDING P. O. DRAWER 640

ROSWELL, NEW MEXICO

October 17, 1962 ! 1:

lax 3696

TELEPHONE 622-4641 AREA CODE 505

JACK M. CAMPBELL JOHN F. RUSSELL

Oil Conservation Commission Post Office Box 871 Santa Fe, New Mexico

> Petition for 40 acre spacing in the Bagley-Siluro-Devonian Pool

Gentlemen:

We transmit herewith for filing the Petition of Texas Pacific Coal and Oil Company requesting 40 acre spacing in the Bagley-Siluro-Devonian Pool. It is requested that this matter be docketed and set for hearing before the Commission.

Very truly yours,

CAMPBELL & RUSSELL

John F. Russell John F. Russell

JFR: sah

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DOCKET MAILED DOCKET MAILED

BEFORE THE OIL CONSERVATION COMMISSION []

STATE OF NEW MEXICO

IN THE MATTER OF THE PETITION OF TEXAS PACIFIC COAL AND OIL COMPANY FOR AN ORDER RESCINDING ORDER R-69-D ENTERED IN CASE No. 2696 NUMBER 249 (CONSOLIDATED WITH CASE NUMBER 315) AND FOR AN ORDER ESTABLISHING 40 ACRE SPACING OF WELLS AND 40 ACRE PRORATION UNITS FOR THE BAGLEY-SILURO-DEVONIAN POOL, LEA COUNTY, NEW MEXICO

PETITION

COMES NOW Texas Pacific Coal and Oil Company through its attorneys, Campbell & Russell, and states:

- 1. That the Oil Conservation Commission entered Order Number R-69-D in Case Number 249 (Consolidated with Case Number 315) on June 30, 1954.
- 2. Order Number R-69-D provided for 80 acre spacing of wells and the establishing of 80 acre proration units in the Bagley-Siluro Devonian Pool, Lea County, New Mexico.
- 3. Since the entry of Order Number R-69-D there has been a change in the reservoir conditions in the Bagley-Siluro-Devonian Pool and continuation of 80 acre spacing and 80 acre proration units is conducive to waste.

WHEREFORE, Applicant respectfully requests that the Commission set this Petition for hearing; that due and proper notice be given as required by law; that upon the conclusion of said hearing, the Commission enter its order rescinding Order Number R-69-D and enter its order establishing 40 acre spacing of wells and

40 acre proration units in the Bagley-Siluro-Devonian Pocl, Lea County, New Mexico, and further providing for an allowable equal to the top allowable for the wells in the Bagley-Siluro-Devonian depth range calculated by the use of the 40 acre proportional factor as provided for in Rule 505 cf the Rules and Regulations of the Oil Conservation Commission.

Respectfully submitted,
TEXAS PACIFIC COAL AND OIL COMPANY

BY: Sussell & Russell Post Office Box 640

Roswell, New Mexico

Its Attorneys

LAW OFFICES OF

CAMPBELL & RUSSELL SUITE 1010 SECURITY NATIONAL BANK BUILDING

P. O. DRAWER 640

JACK M. CAMPBELL JOHN F. RUSSELL ROSWELL, NEW MEXICO

TELEPHONE 622-4641 AREA CODE 505

November 6, 1962

Mr. A. L. Porter, Jr. Secretary-Director Oil Conservation Commission Post Office Box 871 Santa Fe, New Mexico

RE: Case Number 2696

Dear Mr. Porter:

Due to circumstances beyond its control, Texas Pacific Coal and Oil Company Respectfully requests that the hearing on Case Number 2696 set for November 14, 1962, be continued to the regular hearing of the Commission set for January 16, 1962.

Very truly yours,

CAMPBELL & RUSSELL

John F. Russell

JFR:sah

cc: Mr. Jason W. Kellahin Texas Pacific Coal and Oil Company

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico November 14, 1962

REGULAR HEARING

IN THE MATTER OF:

Application of Texas Pacific Coal & Oil Company for 40-acre spacing, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks an order rescinding Commission Order No. R-69-D, which order provides for 80-acre spacing and proration units, Bagley Siluro-Devonian Pool, Lea County, New Mexico.

Case 2696

BEFORE: Honorable Edwin L. Mechem Mr. A. L. "Pete" Porter Mr. E. S. "Johnny" Walker

TRANSCRIPT OF HEARING

MR. PORTER: We will take up next Case 2696.

MR. DURRETT: Application of Texas Pacific Coal & Oil Company for 40-acre spacing, Lea County, New Mexico.

May it please the Commission, we also have in the official files of the Commission a letter requesting a continuation. I would like to read that letter at this time.

MR. PORTER: You may proceed.

MR. DURRETT: This letter reads as follows: "Re: Case 2696. Dear Mr. Porter: Due to circumstances beyond its control. Texas Pacific Coal & Oil Company respectfully requests that the

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13 13 hearing on Case No. 2696 set for November 14, 1962 be continued to the regular hearing of the Commission set for January 16, 1962." This letter is signed by John Russell on behalf of Campbell and Russell.

MR. PORTER: Mr. Russell. Mr. Russell has just made his appearance here. Would you care to enlarge or elaborate on this letter requesting a continuation?

MR. RUSSELL: Well, if the Commission please, at the time of filing the application the applicant was of the opinion that it did have or would have all of the information necessary for presentation at this time. It became apparent that such would not be the case, and I contacted the Commission office and advised Mr. Kellahin, attorney for Amerada, that we would like to The January date was set because it have the case continued. appeared that would be more convenient for both the Commission and Mr. Kellahin. As a result, we did not proceed with assembling the information, but it will be all ready by January.

MR. PORTER: That's the January hearing date that you are requesting, Mr. Kellahin?

MR. KELLAHIN: Yes.

MR. PORTER: Mr. Kellahin.

MR. KELLAHIN: Jacon Kellanin, Kellanin and Fox, appear ing on behalf of Amerada Petroleum Corporation. I appreciate

SANTA FE, N. M. PHONE (983.3971

DEARNLEY-MEIER REPORTING SERVICE, Inc.

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ER REPORTING
SANTA FIG. A. M.
PHONE. 959.3971

ALBUQUERQUE, N. M. PHONE 243,6691 Mr. Russell's consideration of my convenience. Amerada does not resist the motion for continuation. We are ready to go ahead in either December or January and do not object to the motion for continuation.

MR. PORTER: For the record, I have discussed with both parties the possibility of alternate dispositions of this case, the other dates that we might hear it on between now and January 1st, and it seems we could not arrive at a date that would be satisfactory to all concerned. So in view of the motion here and Mr. Kellahin's concurrence, or at least the fact that he does not resist the motion, the case will be continued to the regular hearing in January.



DEARNLEY-MEIER REPORTING SERVICE, Inc.

STATE OF NEW MEXICO SS COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil 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 27th day of November, 1962.

My commission expires: June 19, 1963.

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REPORTING

325-1182

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico January 16, 1963.

IN THE MATTER OF:

Application of Texas Pacific Coal and Oil Company for 40-acre spacing, Lea County, New Mexico. This case has been voluntarily dismissed by the Applicant.

CASE NO. 2696

BEFORE:

HONORABLE JACK M. CAMPBELL, Chairman MR. A. L. (PETE) PORTER, Secretary-Director MR. E. S. (JOHNNY) WALKER, Land Commissioner

TRANSCRIPT OF PROCEEDINGS

MR. PORTER: We will take up next, Case 2696.

MR. DURETTE: Case 2696. Application of Texas Pacific Coal & Oil Company for 40-acre spacing, Lea County, New Mexico.

If the Commission, please, we have received a telegram from Mr. John F. Russell, attorney for Texas Pacific Coal and Oil Company, requesting that this case be dismissed. I would like to read the telegram in the record at this time.

MR. PORTER: You may proceed, Mr. Durette.

MR. DURETTE: This telegram was received December 28th, by the Commission; it reads as follows:

"APPLICANT TEXAS PACIFIC COAL AND OIL COMPANY RESPECTFULLY REQUEST THAT CASE NUMBER 2696, PREVIOUSLY CONTINUED TO



JANUARY 16, 1963, BE DISMISSED." MR. PORTER: You have had no objections to the dismissal

of the case?

MR. DURETTE: No, sir, we have had no objections to

MR. PORTER: If there are no objections at this time,

the case will be dismissed.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

SANTA FE. N. M.
PHONE 983.3971

PHONE 243.6691

STATE OF NEW MEXICO ss. COUNTY OF BERNALILLO

I, MARIANNA MEIER, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil 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 30th day of January, 1963.

My Commission Expires:

April 8, 1964.