

**CASE 3571:**

**SOUTHEASTERN NEW MEXICO  
NOMENCLATURE**

CASE No.  
25

APPLICATION,  
TRANSCRIPTS,  
SMALL EXHIBITS  
ETC.

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. 3571  
Order No. R-3237

THE APPLICATION OF THE OIL CONSERVATION  
COMMISSION UPON ITS OWN MOTION FOR AN  
ORDER CREATING AND EXTENDING CERTAIN POOLS  
IN CHAVES, EDDY, LEA, AND MOOSEVELT COUNTIES,  
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 17, 1967, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 19th day of May, 1967, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

FINDINGS:

(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 there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Cisco (Bough C) formation, said pool to bear the designation of East Inbe-Pennsylvanian Pool. Further, that the discovery well for said pool, Monsanto Company's Lane State No. 1-Y located in Unit M of Section 30, Township 10 South, Range 34 East, NMPM, is entitled to and should receive a bonus discovery oil allowable in the amount of 50,010 barrels to be assigned over a two-year period. The top of the perforations in said well is 10,002 feet.

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(3) That there is need for the creation of a new oil pool in Roosevelt County, New Mexico, for the production of oil from the San Andres formation, said pool to bear the designation of Northeast Chaverco-San Andres Pool. Said Northeast Chaverco-San Andres Pool was discovered by Pan American Petroleum Corporation, Brown, Jr. No. 1, located in Unit L of Section 4, Township 7 South, Range 34 East, NMPM. It was completed in San Andres on August 8, 1966. The top of perforations is 4133 feet.

(4) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Upper Pennsylvanian formation, said pool to bear the designation of Springs-Upper Pennsylvanian Gas Pool. Said Springs-Upper Pennsylvanian Gas Pool was discovered by Gulf Oil Corporation, Springs Unit No. 1, located in Unit G of Section 34, Township 20 South, Range 26 East, NMPM. It was completed in Upper Pennsylvanian on December 6, 1966. The top of perforations is 8004 feet.

(5) That there is need for certain extensions to the Chaverco-San Andres Pool in Chaves County, New Mexico, the North Indian Hills-Morrow Gas Pool, the Leo Queen-Grayburg Pool, the Lusk-Strawn Pool, and the East Millman Queen-Grayburg Pool, all in Eddy County, New Mexico, the Northeast Bagley-Wolfcamp Pool, the South Corbin-Morrow Gas Pool, the Flying "M"-San Andres Pool, the Kennitz-Lower Wolfcamp Pool, the Lazy J-Pennsylvanian Pool, the Nadine-Drinkard Pool, the Pearl-Queen Pool, and the Vacuum-Upper Pennsylvanian Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as an oil pool for Cisco (Bough C) production, is hereby created and designated as the East Inbe-Pennsylvanian Pool, consisting of the following-described area:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM  
Section 30: SW/4

That the discovery well for said pool, the Monsanto Company Lane State Well No. 1-Y, located in Unit M of Section 30, Township 10 South, Range 34 East, NMPM, is hereby authorized an oil discovery allowable of 50,010 barrels to be assigned to said well at the rate of 68 barrels per day in accordance with Rule 509 of the Commission Rules and Regulations.

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(b) That a new pool in Roosevelt County, New Mexico, classified as an oil pool for San Andres production, is hereby created and designated as the Northeast Chaveroo-San Andres Pool, consisting of the following-described area:

TOWNSHIP 7 SOUTH, RANGE 34 EAST, NMPM  
Section 4: SW/4  
Section 5: S/2  
Section 6: SE/4

(c) That a new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production, is hereby created and designated as the Springs-Upper Pennsylvanian Gas Pool, consisting of the following-described area:

TOWNSHIP 20 SOUTH, RANGE 26 EAST, NMPM  
Section 34: N/2

(d) That the Northeast Bagley-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
Section 11: SW/4

(e) That the Chaveroo-San Andres Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM  
Section 2: E/2

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM  
Section 3: SW/4  
Section 4: SE/4  
Section 10: NE/4  
Section 11: NE/4  
Section 12: NW/4

(f) That the South Corbin-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM  
Section 27: W/2

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(g) That the Flying "M"-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM  
Section 28: SE/4

(h) That the North Indian Hills-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM  
Section 5: All

(i) That the Kennitz-Lower Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM  
Section 23: SE/4

(j) That the Lazy J-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM  
Section 2: NE/4  
Section 3: SW/4

(k) That the Leo Queen-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM  
Section 21: NE/4 NW/4

(l) That the Lusk-Strawn Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM  
Section 11: SW/4

(m) That the East Millman Queen-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is

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hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM  
Section 11: S/2 NW/4

(n) That the Madine-Drinkard Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM  
Section 26: NW/4

(o) That the Pearl-Queen Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM  
Section 26: SW/4

(p) That the Vacuum-Upper Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM  
Section 24: NW/4

IT IS FURTHER ORDERED:

That the effective date of this order and all creations and extensions included herein shall be June 1, 1967.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

GUYTON B. HAYS, Member

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

esf/



Monsanto  
COMPANY

OFFICE  
MAR 26 PH 7 01  
67

Hydrocarbons Division  
101 North Marientfeld  
Midland, Texas 79704

March 21, 1967

New Mexico Oil Conservation Commission  
P. O. Box 1980  
Albuquerque, New Mexico

Attention: Mr. Joe D. Ramsey  
Supervisor District I

Case 3571  
Exhibit #1 (a)

Lane State #1-Y  
SW Section 30-108-34E  
Lea County, New Mexico

Gentlemen:

The following information is enclosed pertaining to Monsanto's request for the creation of a new pool and application for discovery allowable for the subject well.

1. Form C-123 - The Creation of a New Pool
2. Form C-109 - Application for Discovery Allowable
3. Production Data, Inbe (Penn) Pool
4. Production Horizon Map
5. Complete suite of logs on the Lane State #1-Y; Gamma Ray-Acoustic, Fercro, and Guard.
6. Structure Map contoured on top of Bough "C" formation.
7. West to east cross section: Inbe Pool through the Lane State #1-Y to the Simanola Pool.
8. Copy of Drill Stem Test, Bough "C" formation, Lane State #1-Y.

DOCKET MAILED

Date 5-4-67

The Lane State #1-Y is separated from the Inbe (Penn)Pool by the Hemon State #1 located NW NE Section 35-108-33E, which is dry in the Bough "C". This separation is a result of a trough or low area existing in the Bough "C" formation and is depicted on the attached structure map. Separation from the Simanola Pool is illustrated by the Skelly Blue Quail Unit #1 located SE SW Section 19-108-34E, which was structurally high enough to produce, but was tight (no permeability) in the Bough "C" formation. The operator set pipe, perforated, swabbed the Bough "C" dry, and then plugged and abandoned the well. The attached cross section shows the relationship of the Lane State #1-Y with the Inbe (Penn) and Simanola Pools.

Lane State #1-Y  
SW Section 30-108-34E  
Lea County, N.M.

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Additional evidence of a new pool existing for the Lane State #1-Y is the difference in bottom hole pressure between the Inbe (Penn) Pool and the subject well. Two operators (Tenneco and K.K. Amici) have indicated the bottom hole pressure in the Inbe (Penn) Pool is presently in the order of 1400-1500 psi, whereas the bottom hole pressure measured on the Lane State #1-Y by drill stem test is 2982 psi.

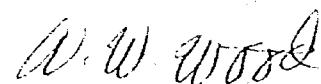
Based on the foregoing data, Monsanto believes the Lane State #1-Y is producing from a new Bougu "C" pool and should be granted a discovery status.

This well is currently being produced by means of a sucker rod pump located at 3000'. Consideration is being given to installing a 4" hydraulic pump at total depth which will be capable of lifting approximately twice the amount of fluid we are presently able to produce with the equipment now on the well. This well's performance is currently being appraised to determine if it is economically feasible to install this larger artificial lift equipment. A decision on installation of this larger equipment will probably be made in the next 30 to 45 days.

Your consideration in this matter will be appreciated. Should you have any questions, please advise.

Yours very truly,

MONSANTO COMPANY



A. W. Wood  
District Production  
Superintendent

AMW:PGH:bw

Incl.

cc - NMGCC

P. O. Box 2088  
Albuquerque, N.M.

Lane State #1-Y  
SW Section 30-108-34E  
Lea County, N.M.

Page 2  
March 21, 1967

Additional evidence of a new pool existing for the Lane State #1-Y is the difference in bottom hole pressure between the Inbe (Penn) Pool and the subject well. Two operators (Tenneco and K.K. Amici) have indicated the bottom hole pressure in the Inbe (Penn) Pool is presently in the order of 1400-1500 psi, whereas the bottom hole pressure measured on the Lane State #1-Y by drill stem test is 2982 psi.

Based on the foregoing data, Monsanto believes the Lane State #1-Y is producing from a new Bouguer "C" pool and should be granted a discovery status.

This well is currently being produced by means of a sucker rod pump located at 3000'. Consideration is being given to installing a 4" hydraulic pump at total depth which will be capable of lifting approximately twice the amount of fluid we are presently able to produce with the equipment now on the well. This well's performance is currently being appraised to determine if it is economically feasible to install this larger artificial lift equipment. A decision on installation of this larger equipment will probably be made in the next 30 to 45 days.

Your consideration in this matter will be appreciated. Should you have any questions, please advise.

Yours very truly,

MONSANTO COMPANY



A. W. Wood  
District Production  
Superintendent

AWW:PGA:bw  
Enccl.

cc - MOC  
P. O. Box 2088  
Santa Fe, N.M.

## REQUEST FOR THE EXTENSION OF AN EXISTING POOL

OR

## THE CREATION OF A NEW POOL

*Case 3571*

TO: The Oil Conservation Commission  
State of New Mexico

Date March 17, 1967.

The MONSANTO COMPANY..... Lane State.....  
Name of Operator Name of Lease

1-V Located 660 feet from the South..... line and 760 feet  
Well No.

from the West..... line of 30..... Section 10S..... Township 34E..... Range  
.....

is outside the boundaries of any pool producing from the same formation. On the basis of the information submitted here-  
with on form C-105, we hereby request that the.....  
pool be extended to include the following described area.....  
.....

or that a new pool be created to include the following described area Section 30-10S-34E,

SE/4 Sec. 25-10S-33E, NE/4 Sec. 36-10S-33E

Suggested name: East Inbe

MONSANTO COMPANY

Operator

Name of Producing Formation: Penn

(Bough "C")

*D. W. Work*  
Representative

Adopted 1-1-69

NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION FOR DISCOVERY ALLOWABLE AND CREATION OF A NEW POOL

Note: This form is to be filed and attachments made in accordance with the provisions of Rule 509. If discovery is claimed for more than one zone, separate forms must be filed for each.

*Case 3571*

OPERATOR <b>MONSANTO COMPANY</b>	ADDRESS <b>101 W. Marienfeld, Midland, Texas</b>		
LEASE NAME <b>Lake State</b>	WELL NO. <b>1-7</b>	COUNTY <b>Lea</b>	
WELL LOCATION UNIT LETTER <b>N</b> ; WELL IS LOCATED <b>660</b> FEET FROM THE <b>E</b> LINE AND <b>700</b> FEET FROM THE <b>N</b> LINE OF SECTION <b>30</b> , TOWNSHIP <b>108</b> , RANGE <b>34E</b> , NMPM			
SUGGESTED POOL NAME (List in order of preference) 1. <b>East Lake (Perm)</b> 2. <b>East Lake (Perm)</b> 3.			
NAME OF PRODUCING FORMATION <b>Rough "C"</b>	PERFORATIONS <b>10,002-14'</b>		DATE OF FILING FORM G-104 <b>1-31-67</b>
WAS "AFFIDAVIT OF DISCOVERY" PREVIOUSLY FILED FOR THIS WELL IN THIS POOL? <b>NO</b>	IF YES, GIVE DATE OF FILING <b>11-30-66</b>	DATE WELL WAS SPUDDED <b>11-30-66</b>	DATE COMPL. READY TO PROD. <b>1-25-67</b>
TOTAL DEPTH <b>18,000'</b>	PLUGGED BACK DEPTH <b>10,043'</b>	DEPTH CASING SHOE <b>10,070'</b>	TUBING DEPTH <b>5000'</b>
ELEVATION (State whether Gr., DF, RKB, RT, etc.) <b>4253' RKB</b>			
OIL WELL POTENTIAL (TEST TO BE TAKEN ONLY AFTER ALL LOAD OIL HAS BEEN RECOVERED) <b>30</b> BBLS. OIL PER DAY BASED ON <b>60</b> BBLS IN <b>24</b> HOURS; <b>402</b> BBLS WATER PER DAY BASED ON <b>402</b> BBLS			
IN <b>24</b> HOURS: GAS PRODUCTION DURING TEST: <b>106</b> MCP: RATIO: <b>1770</b>	GAS/CIL <b>1770</b>	METHOD OF PRODUCING: <b>Pump</b>	CHK. SIZE <b>...</b>

NEAREST PRODUCTION TO THIS DISCOVERY (INCLUDES PAST AND PRESENT OIL OR GAS PRODUCING AREAS AND ZONES WHETHER THIS DISCOVERY IS BASED ON HORIZONTAL OR VERTICAL SEPARATION):

POOL NAME <b>Lake (Perm)</b>	NAME OF PRODUCING INFOR. <b>Rough "C"</b>	TOP OF PAY <b>10,000'</b>	BOTTOM OF PAY <b>10,035'</b>	CURRENTLY PRODUCING? <b>YES</b>
HORIZONTAL DISTANCE AND DIRECTION FROM SUBJECT DISCOVERY WELL TO THE NEAREST WELL IN THIS POOL <b>NO OTHER WELL</b>		VERTICAL DISTANCE FROM SUBJECT DISCOVERY ZONE TO PRODUCING INTERVAL THIS POOL <b>NO OTHER WELL</b>		
NEAREST COMPARABLE PRODUCTION (INCLUDES PAST AND PRESENT OIL OR GAS PRODUCTION FROM THIS PAY OR FORMATION ONLY):				
POOL NAME <b>Lake (Perm)</b>		TOP OF PAY <b>9725'</b>	BOTTOM OF PAY <b>9755'</b>	CURRENTLY PRODUCING? <b>YES</b>
HORIZONTAL DISTANCE AND DIRECTION FROM SUBJECT DISCOVERY WELL TO THE NEAREST WELL IN THIS COMPARABLE POOL <b>6900' West</b>				

IS "COUNTY DEEP" DISCOVERY ALLOWABLE REQUESTED FOR SUBJECT DISCOVERY WELL? <b>NO</b>	IF YES, GIVE NAME, LOCATION, AND DEPTH OF NEXT DEEPEST OIL PRODUCTION IN THIS COUNTY <b>10025'</b>
---	--

IS THE SUBJECT WELL A  
MULTIPLE COMPLETION?  
**NO**

COMPLETION CONTRACTORS:

J. I. O'Neill, Jr.  
Del Lee, et al  
Allied Chemical Corp.  
Texas Pacific Oil Co.  
K. K. Amiri  
Texaco, Inc.  
Union Texas Petroleum Corp.

410 West Ohio, Midland, Texas  
205 N. Liann, Hobbs, New Mexico  
Wilco Building, Midland, Texas  
P. O. Box 4067, Midland, Texas  
1st Savings Bldg., Midland, Texas  
Midland Savings Bldg., Midland, Texas  
1300 Wilco Bldg., Midland, Texas

## NEW MEXICO OIL CONSERVATION COMMISSION

## APPLICATION FOR DISCOVERY ALLOWABLE AND CREATION OF A NEW POOL

Note: This form is to be filed and attachments made in accordance with the provisions of Rule 509. If discovery is claimed for more than one zone, separate forms must be filed for each.

Case 3571

OPERATOR <b>HONESTO COMPANY</b>	ADDRESS <b>101 N. Merlefield, Midland, Texas</b>		
LEASE NAME <b>LANE STATE</b>	WELL NO. <b>1-7</b>	COUNTY <b>LMR</b>	
WELL LOCATION			
UNIT LETTER <b>M</b> ; WELL IS LOCATED <b>660</b> FEET FROM THE <b>S</b> LINE AND <b>760</b> FEET FROM THE <b>W</b> LINE OF SECTION <b>30</b> , TOWNSHIP <b>106</b> , RANGE <b>34E</b> , NMPM			
SUGGESTED POOL NAME (List in order of preference)			
1. <b>East Lobo (Perm)</b> 2. <b>East Lane (Perm)</b> 3.			
NAME OF PRODUCING FORMATION <b>Bough "C"</b>	PERFORATIONS <b>10,002-14'</b>		DATE OF FILING FORM C-104 <b>1-31-67</b>
WAS "AFFIDAVIT OF DISCOVERY" PREVIOUSLY FILED FOR THIS WELL IN THIS POOL? <b>NO</b>	IF YES, GIVE DATE OF FILING	DATE WELL WAS SPUNDED <b>11-30-66</b>	DATE COMPL. READY TO PROD. <b>1-25-67</b>
TOTAL DEPTH <b>10,000'</b>	PLUGGED BACK DEPTH <b>10,043'</b>	DEPTH CASING SHOE <b>10,070'</b>	DEPTH TUBING DEPTH <b>5000'</b>
ELEVATION (State whether Cr., DF, RKB, RT, etc.) <b>4253' RKB</b>			
OIL WELL POTENTIAL (TEST TO BE TAKEN ONLY AFTER ALL LOAD OIL HAS BEEN RECOVERED) <b>60</b> BBLS, OIL PER DAY BASED ON <b>60</b> BBLs IN <b>24</b> HOURS, <b>402</b> BBLs WATER PER DAY BASED ON <b>402</b> BBLs IN <b>24</b> HOURS; GAS PRODUCTION DURING TEST: <b>106</b> MCF; RATIO: <b>1770</b> METHOD OF PRODUCING: <b>Pump</b> CHK. SIZE <b>--</b>			

NEAREST PRODUCTION TO THIS DISCOVERY (INCLUDES PAST AND PRESENT OIL OR GAS PRODUCING AREAS AND ZONES WHETHER THIS DISCOVERY IS BASED ON HORIZONTAL OR VERTICAL SEPARATION):

POOL NAME <b>Indo (Perm)</b>	NAME OF PRODUCING INFOR. <b>Bough "C"</b>	TOP OF PAY <b>10,000'</b>	BOTTOM OF PAY <b>10,035'</b>	CURRENTLY PRODUCING? <b>YES</b>
HORIZONTAL DISTANCE AND DIRECTION FROM SUBJECT DISCOVERY WELL TO THE NEAREST WELL IN THIS POOL <b>NO OTHER WELL</b>		VERTICAL DISTANCE FROM SUBJECT DISCOVERY ZONE TO PRODUCING INTERVAL THIS POOL		<b>NO OTHER WELL</b>

NEAREST COMPARABLE PRODUCTION (INCLUDES PAST AND PRESENT OIL OR GAS PRODUCTION FROM THIS PAY OR FORMATION ONLY):

POOL NAME <b>Indo (Perm)</b>	TOP OF PAY <b>9725'</b>	BOTTOM OF PAY <b>9735'</b>	CURRENTLY PRODUCING? <b>YES</b>
HORIZONTAL DISTANCE AND DIRECTION FROM SUBJECT DISCOVERY WELL TO THE NEAREST WELL IN THIS COMPARABLE POOL <b>6900' West</b>			

IS "COUNTY DEEP" DISCOVERY ALLOWABLE REQUESTED FOR SUBJECT DISCOVERY WELL? <b>NO</b>	IF YES, GIVE NAME, LOCATION, AND DEPTH OF NEXT DEEPEST OIL PRODUCTION IN THIS COUNTY <b>1000' S</b>		
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IS THE SUBJECT WELL A MULTIPLE COMPLETION? <b>NO</b>	IS DISCOVERY ALLOWABLE BEING REQUESTED FOR ANY OTHER ZONE(S)? <b>NO</b>	IF YES, NAME ALL SUCH FORMATIONS <b>50,010</b>
---	--	---

LIST ALL OPERATORS OWNING LEASES WITHIN ONE MILE OF THIS WELL (ATTACH ADDITIONAL SHEET IF NECESSARY)

NAME	ADDRESS
<b>Sinclair Oil &amp; Gas Company</b>	<b>P. O. Box 1470, Midland, Texas</b>
<b>Southland Royalty Company</b>	<b>14th Floor, Wilco Bldg., Midland, Texas</b>
<b>U. S. Smelting, Refining &amp; Mining Co.</b>	<b>9th Floor, Wilco Bldg., Midland, Texas</b>
<b>Southern Minerals Corporation</b>	<b>323 W. Missouri, Midland, Texas</b>
<b>Cabot Corporation</b>	<b>1206 Wilco Bldg., Midland, Texas</b>
<b>Union Oil Company of California</b>	<b>300 Security Bank Bldg., Roswell, N.M.</b>
<b>Max H. Christensen</b>	<b>Petroleum Life Bldg., Midland, Texas</b>

(CONTINUED ON REVERSE SIDE)

ATTACH EVIDENCE THAT ALL OF THE ABOVE OPERATORS HAVE BEEN FURNISHED A COPY OF THIS APPLICATION. ANY OF SAID OPERATORS WHO INTENDS TO OBJECT TO THE DESIGNATION OF THE SUBJECT WELL AS A DISCOVERY WELL ELIGIBLE TO RECEIVE A DISCOVERY ALLOWABLE MUST NOTIFY THE APPROPRIATE DISTRICT OFFICE AND THE SANTA FE OFFICE OF THE COMMISSION OF SUCH INTENT IN WRITING WITHIN TEN DAYS AFTER RECEIVING A COPY OF THIS APPLICATION.

REMARKS:

## CERTIFICATION

I HEREBY CERTIFY THAT ALL RULES AND REGULATIONS OF THE NEW MEXICO OIL CONSERVATION COMMISSION HAVE BEEN COMPLIED WITH RESPECT TO THE SUBJECT WELL, AND THAT IT IS MY OPINION THAT A BONA FIDE DISCOVERY OF A HITHER-TO UNKNOWN COMMON SOURCE OF OIL SUPPLY HAS BEEN MADE IN SAID WELL. I FURTHER CERTIFY THAT THE DISCOVERY ALLOWABLE FOR THE SUBJECT WELL, IF AUTHORIZED, WILL BE PRODUCED FROM THE SUBJECT ZONE IN THIS WELL ONLY.

*A. W. Wood*  
A. W. Wood, District Production Supt.

Date: 3-22-67

J. I. O'Neill, Jr.  
Del Loo, et al  
Allied Chemical Corp.  
Texas Pacific Oil Co.  
K. K. Amiri  
Danco, Inc.  
Union Texas Petroleum Corp.

410 West Ohio, Midland, Texas  
205 N. Lincoln, Hobbs, New Mexico  
Wiles Building, Midland, Texas  
P. O. Box 4067, Midland, Texas  
1st Savings Bldg., Midland, Texas  
Midland Savings Bldg., Midland, Texas  
1300 Wiles Bldg., Midland, Texas

 JOHNSTON TESTERS

SURFACE INFORMATION			
Description (Rate of Flow)	Time	Pressure (P.S.I.G.)	Surface Choke
Opened Tool STRONG BLOW	0832	-	-
GAS TO SURFACE	0836	-	-
CLOSED FOR INITIAL SHUT-IN	0842	-	-
FINISHED SHUT-IN	0942	-	-
RE-OPENED TOOL	0943	..	-
GOOD BLOW OF GAS			1/2"
GOOD BLOW OF GAS	1000	36	1/2"
MUD TO SURFACE	1020	-	"
WATER AND OIL CUT MUD	1040	-	"
WATER AND MUD CUT OIL	1045	20-60	1"
50% OIL, 30% WATER, AND 20% MUD	1100	70	"
CLOSED FOR FINAL SHUT-IN	1120	-	"
FINISHED SHUT-IN	1332	-	"
PULLED FACKER LOOSE	1347	-	"
MAXIMUM GAS RATE MEASURED AT 1000 ON 1/2" CHOKES = 270 MCF/DAY			

Cushion Type	Amount	Pressure	Bottom Choke Size
-	-	-	7/8"

MUD DATA			
Mud Type	SALT WATER	Wt.	9.7
Viscosity	54	Water Loss	8.4 C.C.
Resist. of Mud	.13 @ 70 °F	of Filtrate	.10 @ 70 °F
Chloride Content	85000	PPM	

RECOVERY DESCRIPTION	FEET	BARRELS	% OIL	% WATER	% OTHERS	API GRAVITY	RESISTIVITY	CHL. PPM
REVERSED OUT:								
WATER CUT OIL	2400	24.48	73			45.5 @ 60 °F	@ 80 °F	
SALT WATER	1400	12.21				@ 60 °F	.09 @ 80 °F	50000
RECOVERED BELOW CIRCULATING						@ 60 °F	@ 80 °F	
SUB:						@ 60 °F	@ 80 °F	
SALT WATER	120	.73				@ 60 °F	@ 80 °F	
						@ 60 °F	@ 80 °F	

Remarks:	

Address	FIRST SAVINGS AND LOAN BUILDING; MIDLAND, TEXAS
Company	MONSANTO COMPANY
Well	LANE STATE #1-Y
Test Interval	9975' TO 10030'
Location	660 FSL 760 FWL SEC. 30-T10S-R34E
Test #	3
Date	1-9-67
County	LEA
Technician	KIRKMAN (HOBBS)
Test Approved By	MR. C. K. REEVES
Field Report No.	01974 B
No. Reports Requested	13(6 x's)



## MULTI-FLOW EVALUATOR FLUID SAMPLE REPORT

Date 1-9-67Field Report No. 01974 BCompany MONSANTO COMPANYWell LANE STATE #1-Y Field S. LANECounty LEA State NEW MEXICOTest Interval 9975' To 10030' Test No. 3Type of Test M. F. E. STRADDLE Recovery Description SEE RECOVERY DATA ON

### SURFACE INFORMATION SHEET

Bot. Hole Temp. 164 °F.

Recorded Pressures:	ISI	*	2982	psig.
	SSI	-		psig.
	FF	2831		psig.
	FSI	2987		psig.

\*Shut-in Pressure did not reach static reservoir pressure.

### EVALUATOR SAMPLER UNIT

Sample Drained:  On Location  Service Center  Other \_\_\_\_\_ Laboratory Name \_\_\_\_\_  
Address \_\_\_\_\_Sampler Pressure 1700 psig. at SurfaceRecovery: Cu. Ft. Gas 7.90cc. Oil 880cc. Water 860cc. Mud -Total Liquid cc. 1740Gravity - °API - °F.Gcs/Oil Ratio 1427 CU.FT./BBL.

### RESISTIVITY

Recovery Water .09 @ 80 °F.

CHLORIDE CONTENT

50000 ppm.Recovery Mud - @ - °F.- ppm.Recovery Mud Filtrate - @ - °F.- ppm.Mud Pit Sample .13 @ 70 °F.85000 ppm.Mud Pit Sample Filtrate .10 @ 70 °F.

Remarks \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_



## PRESSURE DATA

PRESSURE DATA						TIME DATA	
Instrument No.	J-100		Field Report No.	01974 B			
Capacity (P.S.I.G.)	6400						
Instrument Depth	9943'						
Instrument Opening	INSIDE						
Pressure Gradient P.S.I./Ft.							
Well Temperature °F.	164						
Initial Hydrostatic Mud	A	5311					
Initial Shut-in	B	*	2982			60	Mins.
Initial Flow	C		620			10	Mins.
	C-1		1727			-	Mins.
	C-2		1614			-	Mins.
Final Flow	D		2831			97	Mins.
Final Shut-in	E		2987			132	Mins.
Final Hydrostatic Mud	F		5239				
Remarks:	C-3		2942				

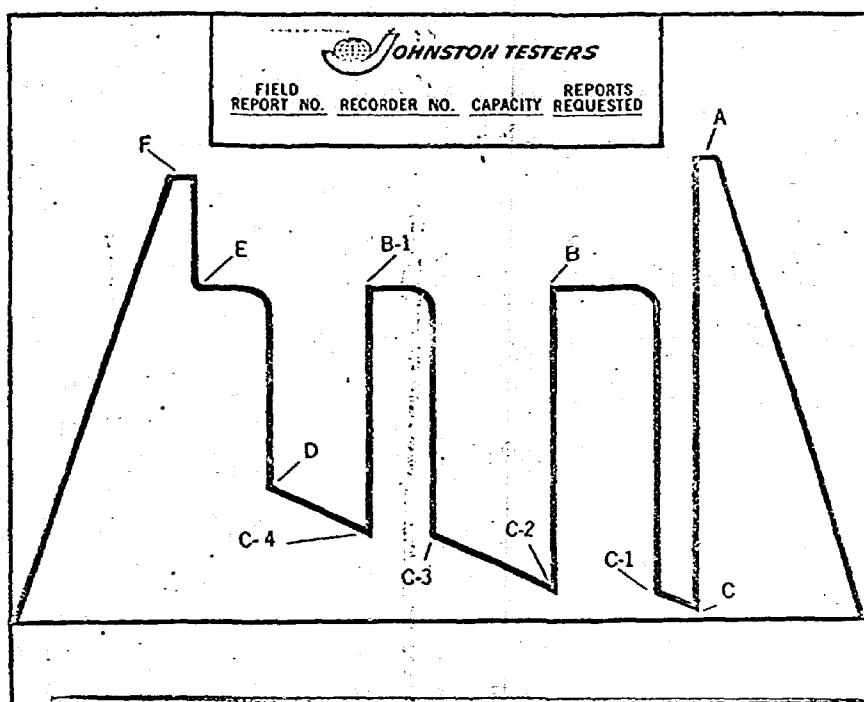
\*Shut in pressure did not reach static reservoir pressure.

Clock Travel 0.02087 inches per min.

## PRESSURE INCREMENTS



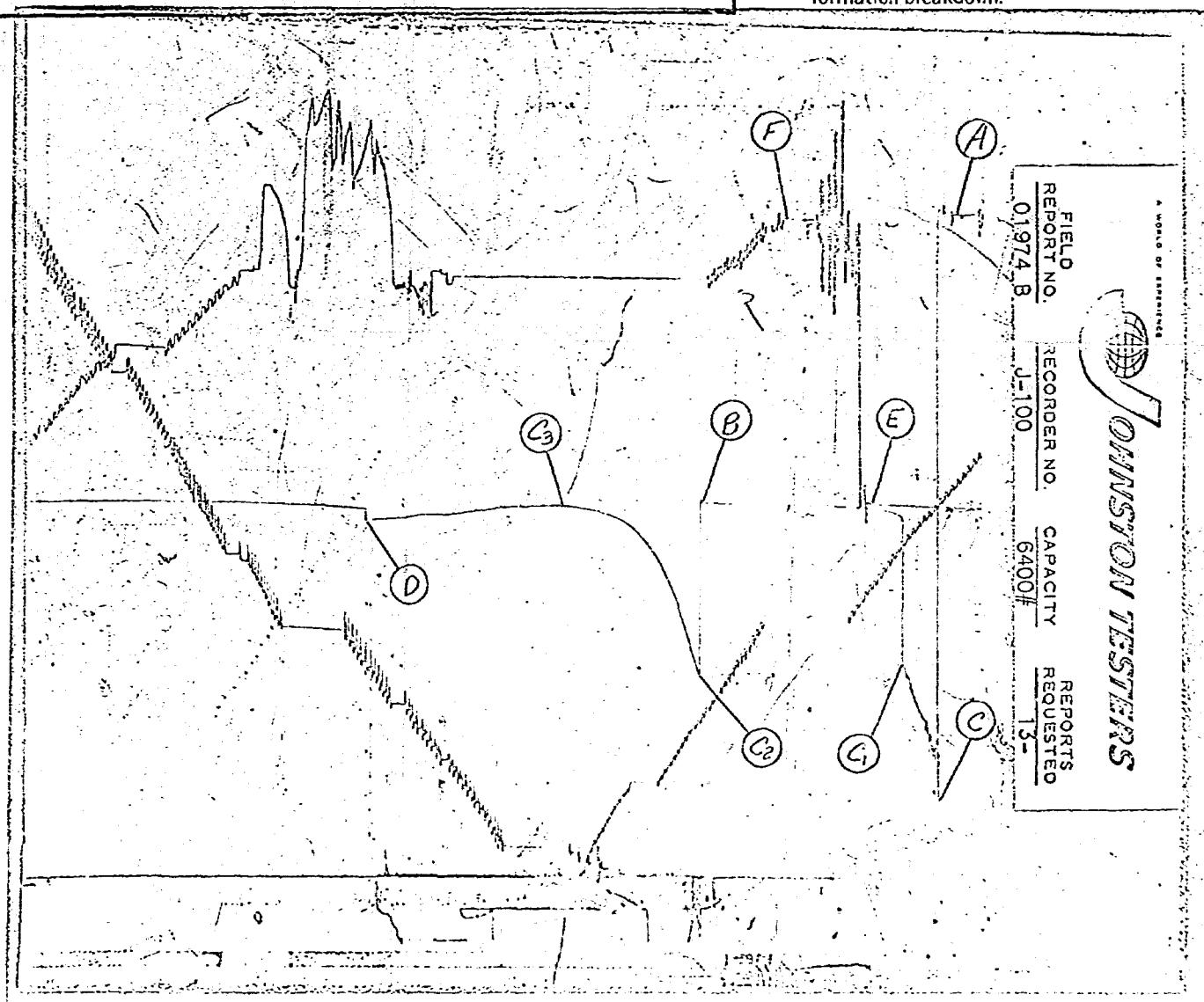
## GUIDE TO IDENTIFICATION OF DRILL STEM TEST PRESSURE CHARTS



- A. Initial Hyd. Mud
- B. Initial Shut-in
- C. Initial Flow
- D. Final Flow
- E. Final Shut-in
- F. Final Hyd. Mud

The following points are either fluctuating pressures or points indicating other packer settings, (testing different zones).

- A-1, A-2, A-3, etc. Initial Hyd. Pressures
- B-1, B-2, B-3, etc. Subsequent Shut-in Pressures
- C-1, C-2, C-3, etc. Flowing Pressures
- D-1, D-2, D-3, etc. Subsequent Final Flow Pressures
- E-1, E-2, E-3, etc. Subsequent Final Shut-in Pressures
- F-1, F-2, F-3, etc. Final Hyd. Mud Pressures
- Z — Special pressure points such as pumping pressure recorded for formation breakdown.







**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Southland Royal by Company</b> STREET ADDRESS <b>14th Floor - Wilco Building</b> P.O. STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672232

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Sinclair Oil &amp; Gas Company</b> STREET ADDRESS <b>P. O. Box 1470</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672233

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>U.S. Smelting Refining &amp; Mining</b> STREET ADDRESS <b>9th Floor - Wilco Building</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

3-23-67

No. 672234

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Southern Minerals Corporation</b> STREET ADDRESS <b>323 W. Missouri</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672235

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Cabot Corporation</b> STREET ADDRESS <b>1206 Wilco Building</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672236

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Union Oil Co. of California</b> STREET ADDRESS <b>309 Security Bldg.</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672232

3-23-67

No. 672233

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Max H. Christensen</b> STREET ADDRESS <b>9th Floor - Wilco Building</b>	POSTMARK OR DATE <b>3-23-67</b>
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672234

3-23-67

**RECEIPT FOR CERTIFIED MAIL—30¢**

SENT TO <b>Midland, Texas</b>	POSTMARK OR DATE
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	
POD Form 3800 NO INSURANCE COVERAGE PROVIDED— (See other side) Mar. 1966 NOT FOR INTERNATIONAL MAIL	

No. 672235

3-23-67

Case 3571

## RECEIPT FOR CERTIFIED MAIL—306

SENT TO <b>TEXAS PETROLEUM CORPORATION</b> STREET AND NO. <b>1300 Wilco Building</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)  
Mar. 1966 NOT FOR INTERNATIONAL MAIL

## RECEIPT FOR CERTIFIED MAIL—306

SENT TO <b>TEXACO, INC.</b> STREET AND NO. <b>Midland Savings Building</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)  
Mar. 1966 NOT FOR INTERNATIONAL MAIL

## RECEIPT FOR CERTIFIED MAIL—306

SENT TO <b>K K AMANI</b> STREET AND NO. <b>1st Savings Building</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)  
Mar. 1966 NOT FOR INTERNATIONAL MAIL

## RECEIPT FOR CERTIFIED MAIL—306

SENT TO <b>TEXAS PACIFIC OIL COMPANY</b> STREET AND NO. <b>P. O. Box 4067</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)  
Mar. 1966 NOT FOR INTERNATIONAL MAIL

## RECEIPT FOR CERTIFIED MAIL—306

SENT TO <b>ALLIED CHEMICAL CORPORATION</b> STREET AND NO. <b>Wilco Building</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)  
Mar. 1966 NOT FOR INTERNATIONAL MAIL

NO. 072265

SENT TO <b>DEP, TRA, et al.</b> STREET AND NO. <b>205 N. Main</b> P.O., STATE, AND ZIP CODE <b>HOBBS, New Mexico</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)

NO. 072264

SENT TO <b>J. T. O'NEILL, Jr.</b> STREET AND NO. <b>410 W. Ohio</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)

NO. 072266

SENT TO <b>ALLIED CHEMICAL CORPORATION</b> STREET AND NO. <b>Wilco Building</b> P.O., STATE, AND ZIP CODE <b>Midland, Texas</b>	POSTMARK OR DATE 3-23-67
EXTRA SERVICES FOR ADDITIONAL FEES Return Receipt      Shows to whom, date, and where delivered      Deliver to Addressee Only <input type="checkbox"/> 10¢ fee <input type="checkbox"/> 35¢ fee <input type="checkbox"/> 50¢ fee	

POD Form 3060 NO INSURANCE COVERAGE PROVIDED— (See other side)

Mo. 072270

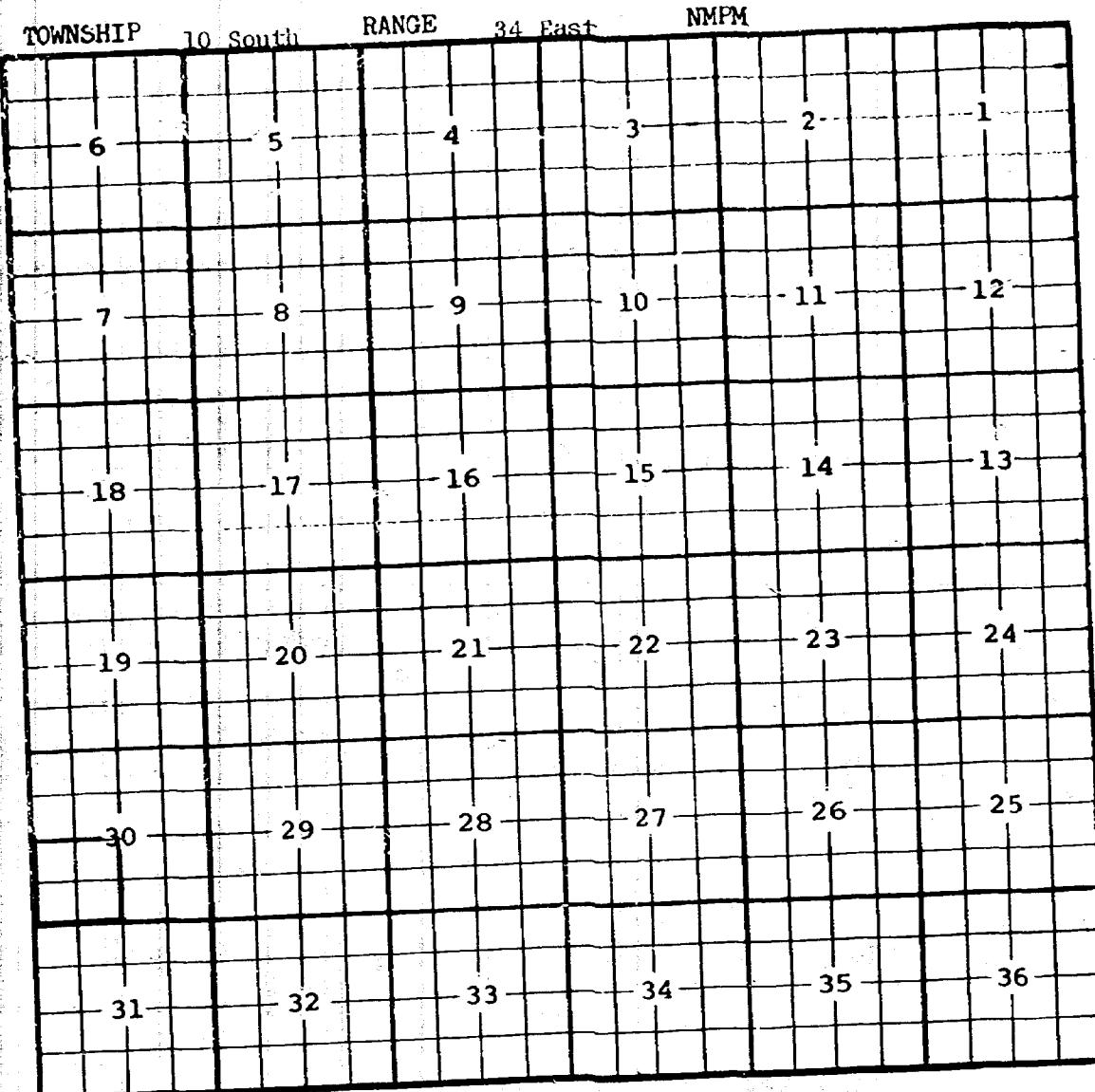
Mo. 072269

Mo. 072268

Mo. 072267

Mo. 072266

CASE 3571: (a) CREATION OF A NEW OIL POOL  
COUNTY LEA POOL EAST IN THE PENNSYLVANIAN



PURPOSE: One completed oil well capable of producing.

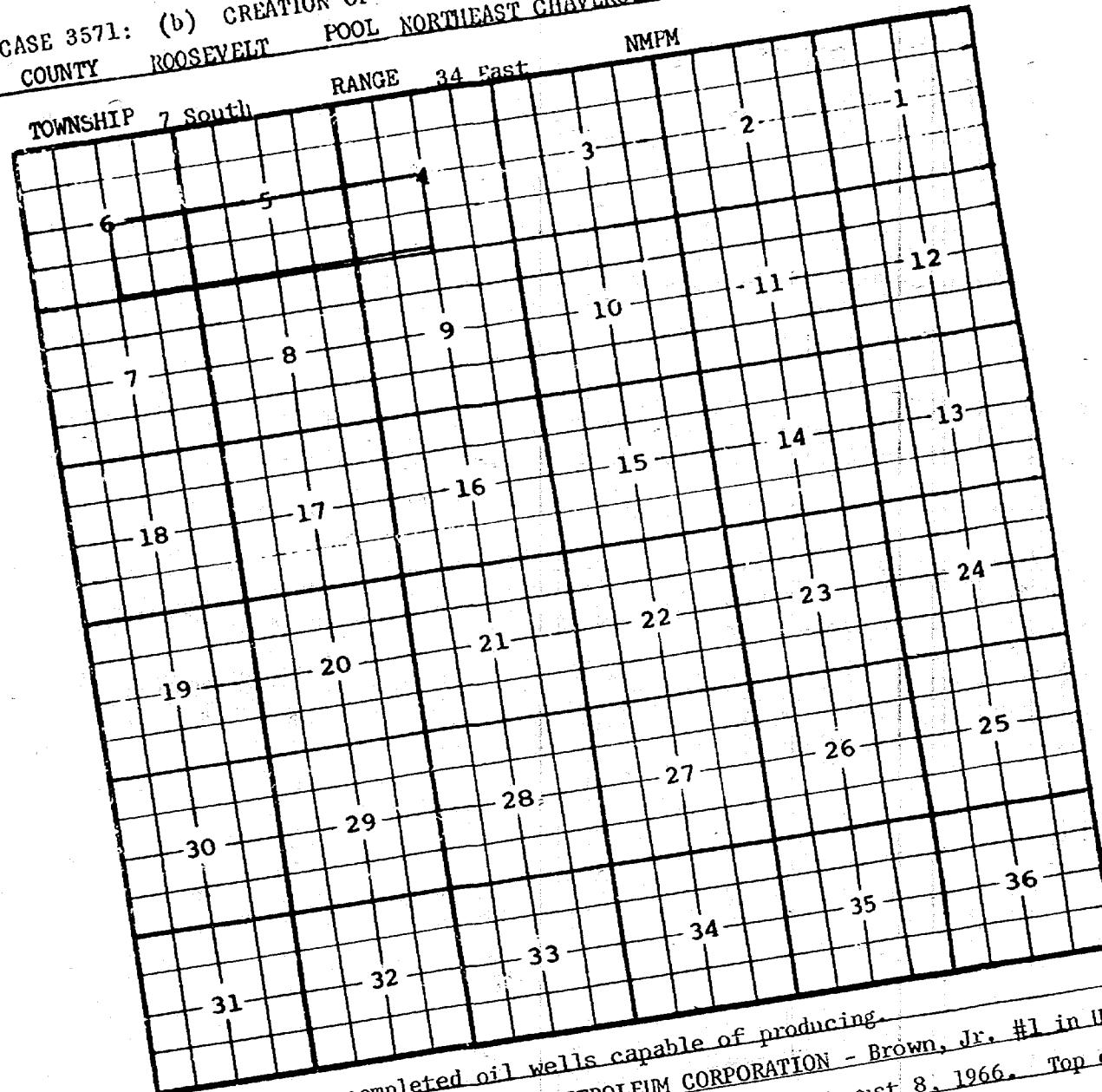
MONSANTO COMPANY - Lane State #1-Y in Unit M of Section 30-10-34. Completed in Cisco (Bough C) on January 14, 1967. Top of Perforations 10,002'. Proposed pool boundary colored in red. SECTION 30: SW/4

Case 3571

Southeast New Mexico  
Nomenclature

Exhibit #1 pp 2 through 8

CASE 3571: (b) CREATION OF A NEW OIL POOL  
COUNTY ROOSEVELT POOL NORTHEAST CHAVEROO-SAN ANDRES



PURPOSE: Two completed oil wells capable of producing  
DISCOVERY WELL - PAN AMERICAN PETROLEUM CORPORATION - Brown, Jr. #1 in Unit

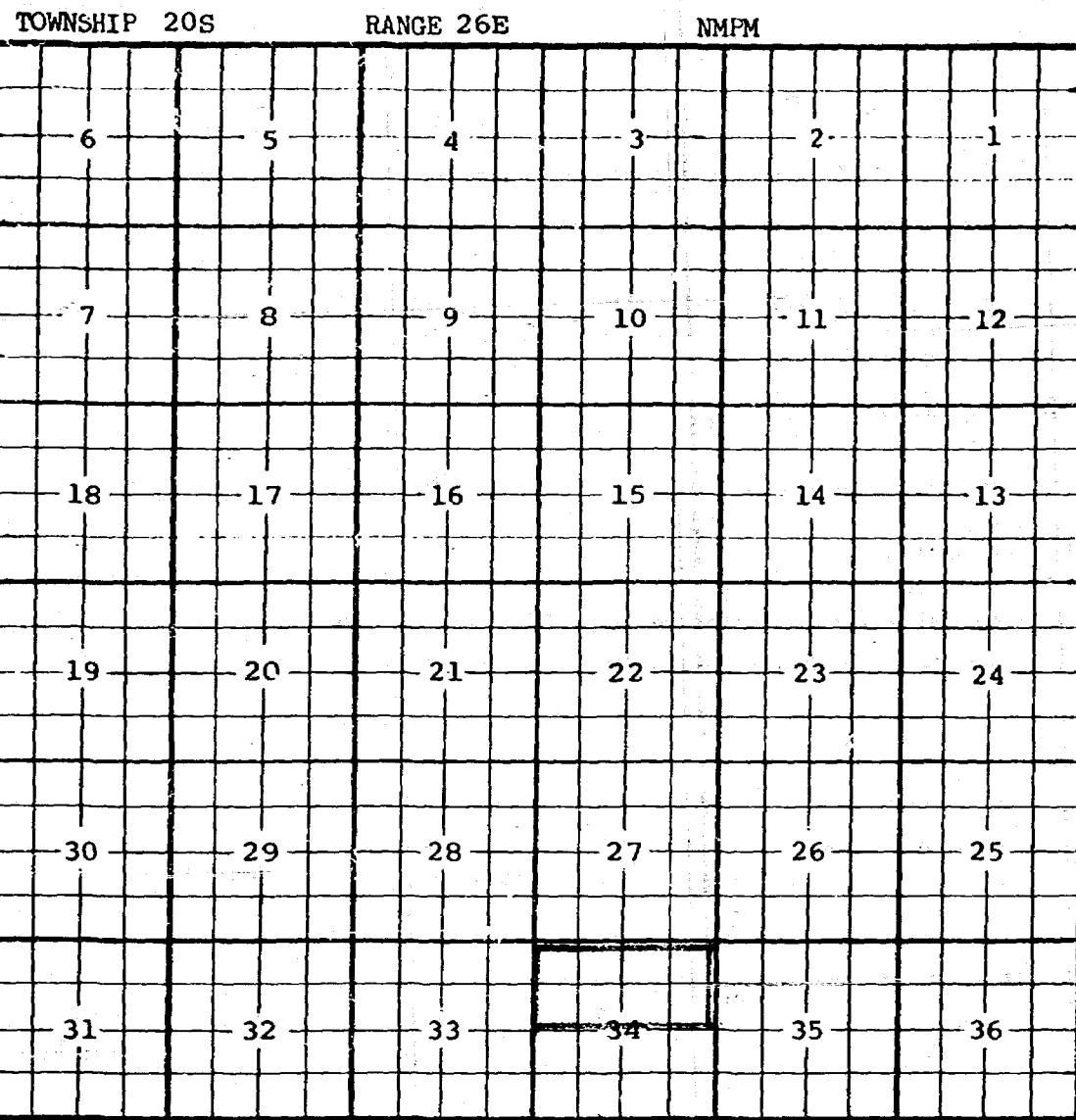
L of Section 4-7-34. Completed in San Andres on August 8, 1966. Top of  
Perforations 4133'.

PAN AMERICAN PETROLEUM CORPORATION - Brown, Jr. #2 in Unit P of Section  
6-7-34. Completed in San Andres on November 1, 1966. Top of Perforations

4083'.

Proposed pool boundary colored in red. SECTION 4: SW/4  
SECTION 5: S/2  
SECTION 6: SE/4

CASE 3571: (c) CREATION OF A NEW GAS POOL  
COUNTY EDDY POOL SPRINGS - UPPER PENNSYLVANIAN GAS



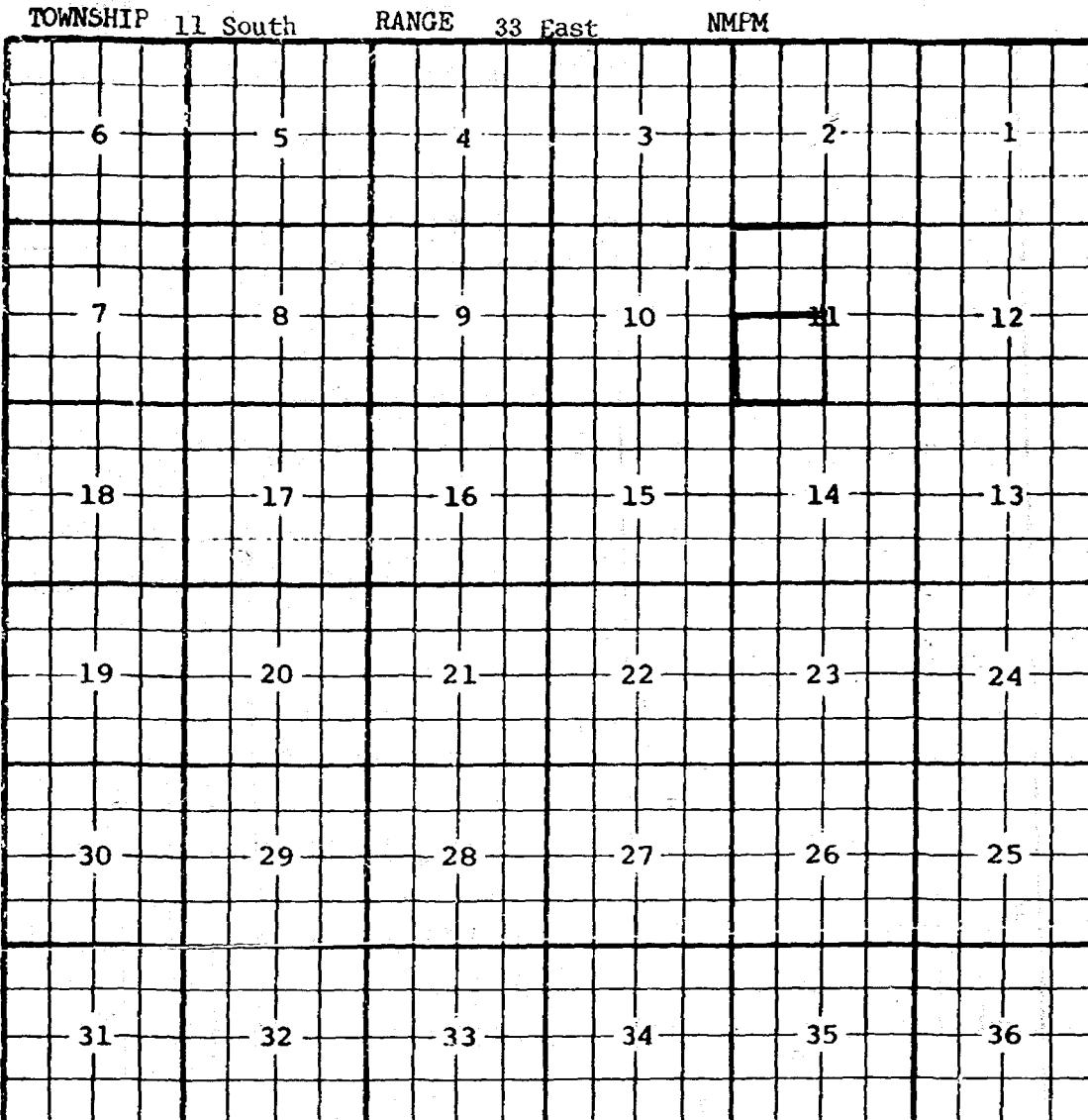
Purpose: One completed gas well capable of producing.

Discovery Well: Gulf Oil Corporation, Springs Unit No. 1  
in Unit G of Section 34-20-26. Completed in Upper  
Pennsylvanian December 6, 1966, through perforations  
8004 to 8062.

Proposed pool boundary colored in green.

Section 34: N/2

CASE 3571: (d) EXTENSION OF AN EXISTING OIL POOL  
COUNTY LEA POOL NORTHEAST BAGLEY-WOLFCAMP



PURPOSE: One completed oil well capable of producing.

SUNSET INTERNATIONAL PETROLEUM CORPORATION - T. P. State #1 in Unit L of  
Section 11-11-33. Completed in Wolfcamp on December 22, 1966. Top of  
Perforations 8805'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 11: SW/4

CASE 3571: (e) EXTENSION OF AN EXISTING OIL POOL (Continued on next page)

COUNTY CHAVES POOL CHAVEROO-SAN ANDRES

TOWNSHIP		8 South	RANGE	32 East	NMPM
6		5	4	3	2
7		8	9	10	11
18		17	16	15	14
19		20	21	22	23
30		29	28	27	26
31		32	33	34	35
					36

PURPOSE: Four completed oil wells capable of producing.

CHAMPLIN PETROLEUM COMPANY - Signal "A" State #1 in Unit P of Section 2-8-32. Completed in San Andres on March 16, 1967. Top of Perforations 4285'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 2: E/2

CASE 3571: (e) EXTENSION OF AN EXISTING OIL POOL (Continued)

COUNTY CHAVES POOL CHAVEROO-SAN ANDRES

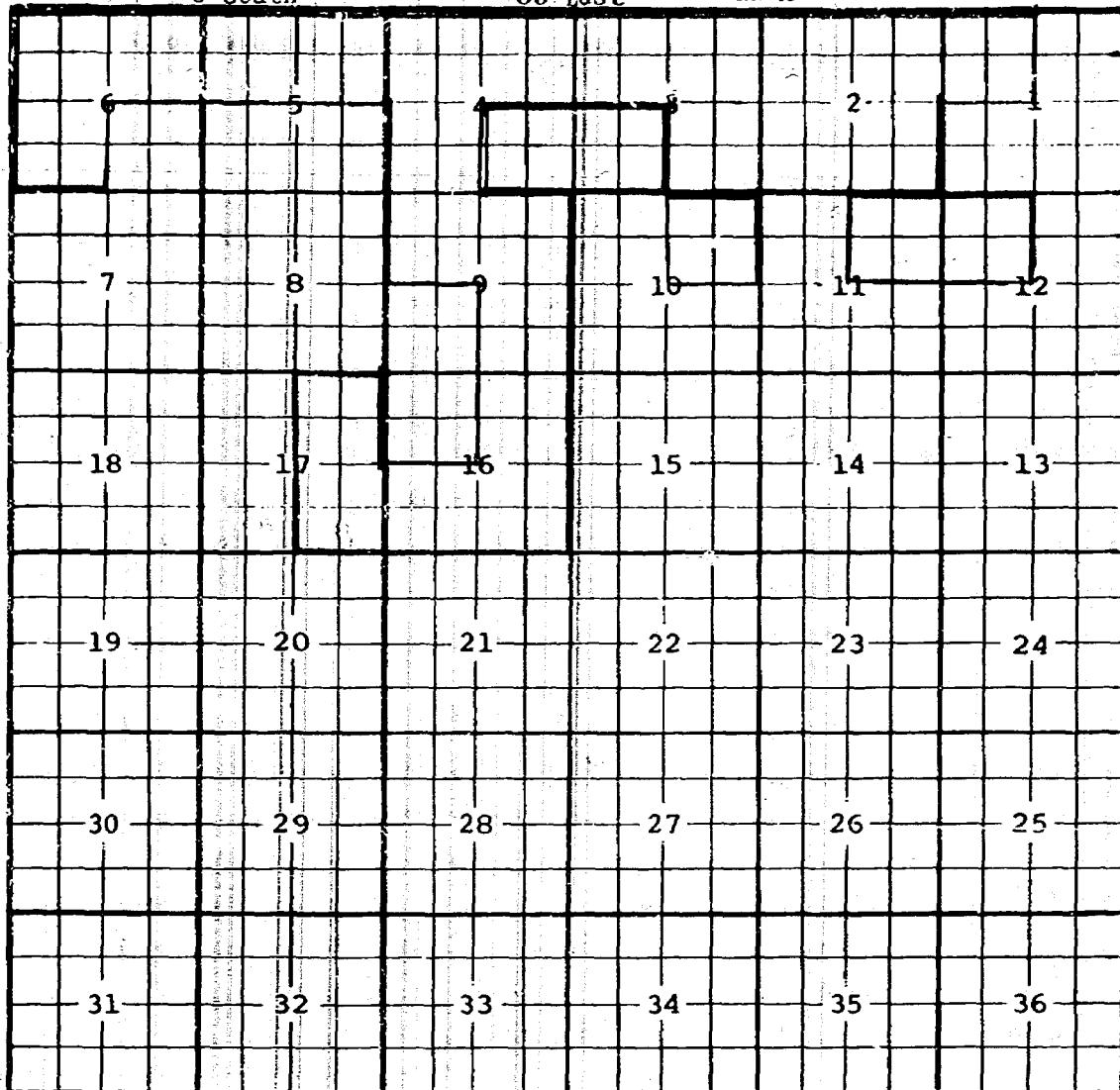
TOWNSHIP

8 South

RANGE

33 East

NMPM



PURPOSE: As stated on preceding page, paragraph (e), Exhibit I.

SUNRAY DX OIL COMPANY - New Mexico X Federal #1 in Unit A of Section 10-8-33.

Completed in San Andres on February 26, 1967. Top of Perforations 4340'.

SUNRAY DX OIL COMPANY - New Mexico "X" Federal #2 in Unit H of Section 10-8-33. Completed in San Andres on April 26, 1967. Top of Perforations 4340'.

AMERICAN TRADING & PRODUCING COMPANY - C. H. Hale #1 in Unit B of Section 11-8-33. Completed in San Andres on March 16, 1967. Top of Perforations 4261'.

ADDITION--JACK L. McCLELLAN - Klepfer State #1 in Unit D of Section 12-8-33.

Completed in San Andres on April 2, 1967. Top of Perforations 4292'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 7: SW/4

SECTION 8: SE/4

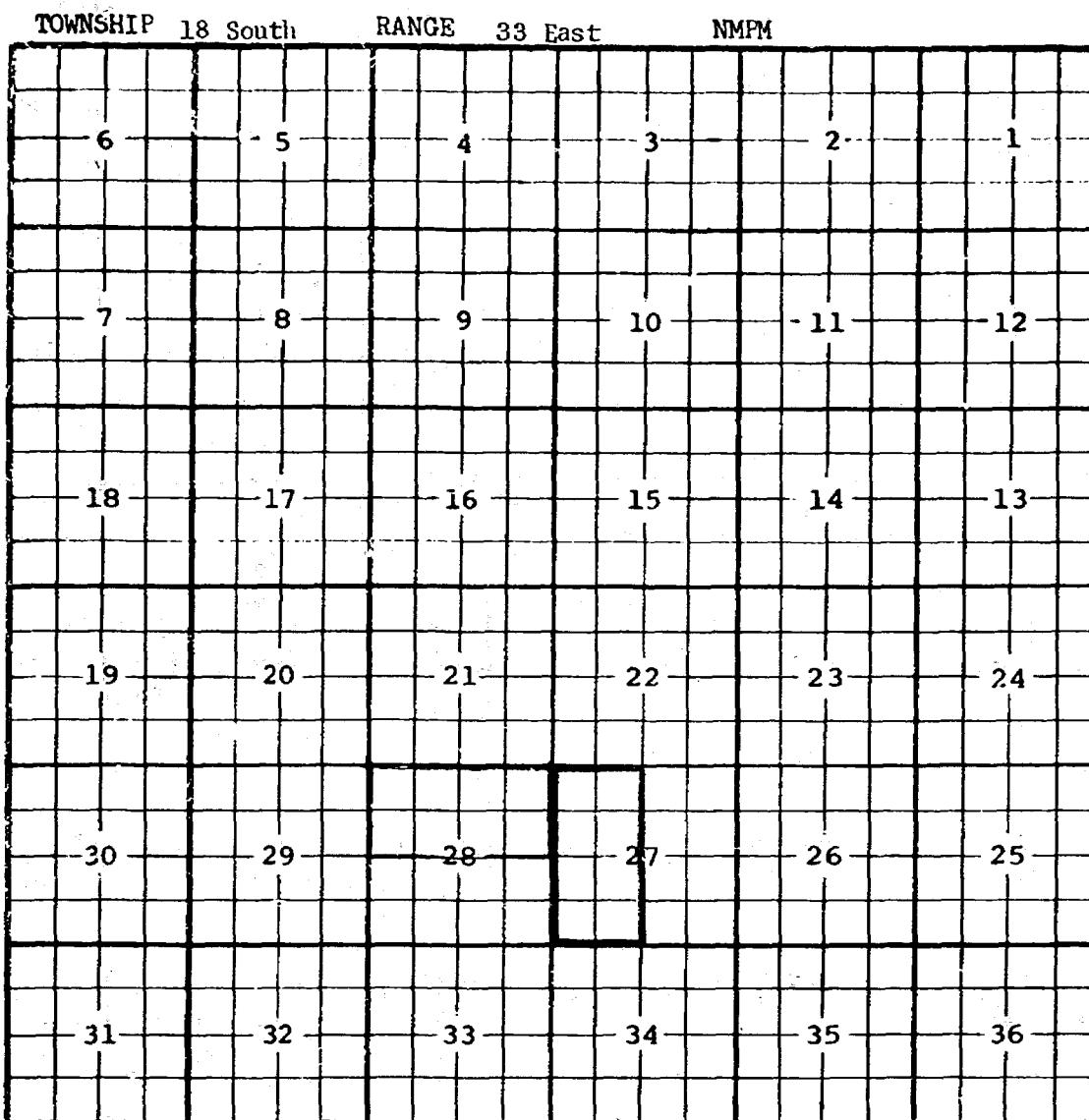
SECTION 10: NE/4

ADDITION--

SECTION 11: NE/4

SECTION 12: NW/4

CASE 3571: (f) EXTENSION OF AN EXISTING GAS POOL  
COUNTY LEA POOL SOUTH CORBIN-MORROW GAS



PURPOSE: One completed gas well capable of producing.

AZTEC OIL & GAS COMPANY - Federal M #1 in Unit L of Section 27-18-33.

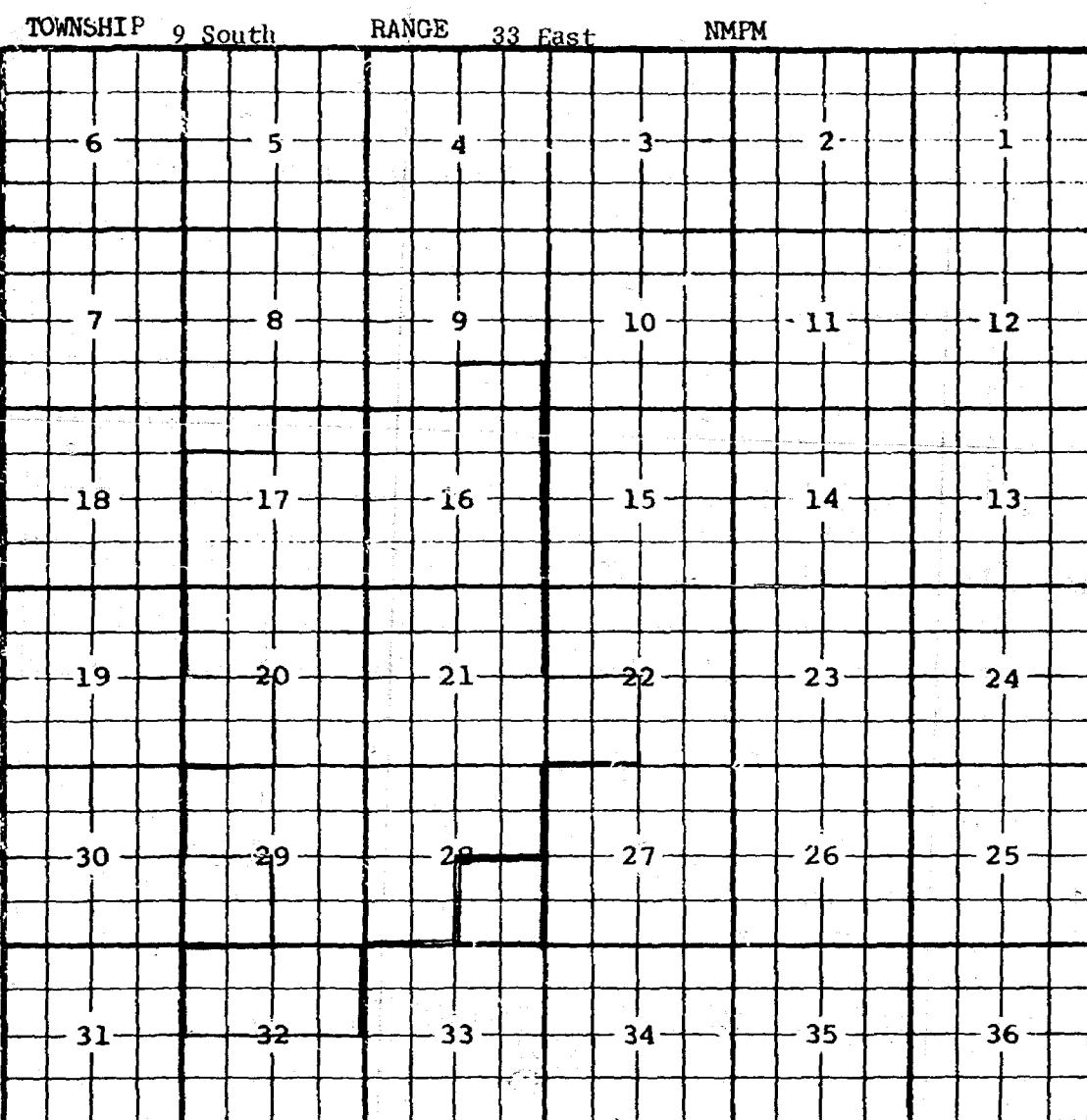
Completed in Morrow on January 25, 1967. Top of Perforations 13,138'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 27: W/2

CASE 3571: (g) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA POOL FLYING "M"-SAN ANDRES



PURPOSE: One completed oil well capable of producing.

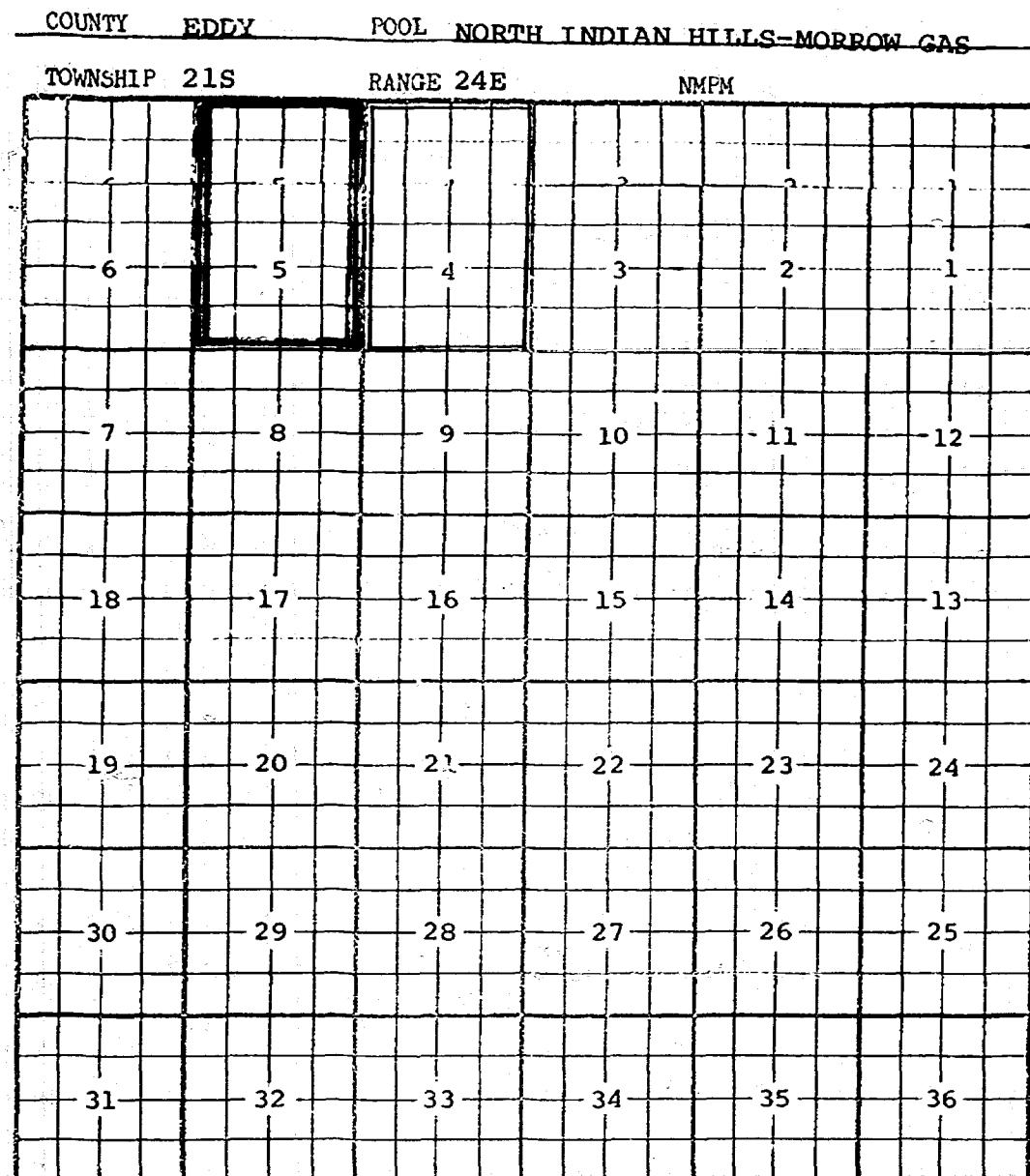
SOUTHLAND ROYALTY COMPANY - O. D. McCoy #1 in Unit J of Section 28-9-33.

Completed in San Andres on March 2, 1967. Top of Perforations 4498'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 28: SE/4

CASE 3571: (h) EXTENSION OF AN EXISTING GAS POOL



Purpose: One completed gas well capable of producing.

David Fasken, Shell Federal Gas Com No. 1 Unit S of  
Section 5-21-24, Completed in Morrow December 31, 1966,  
through perforations 9570 to 9592

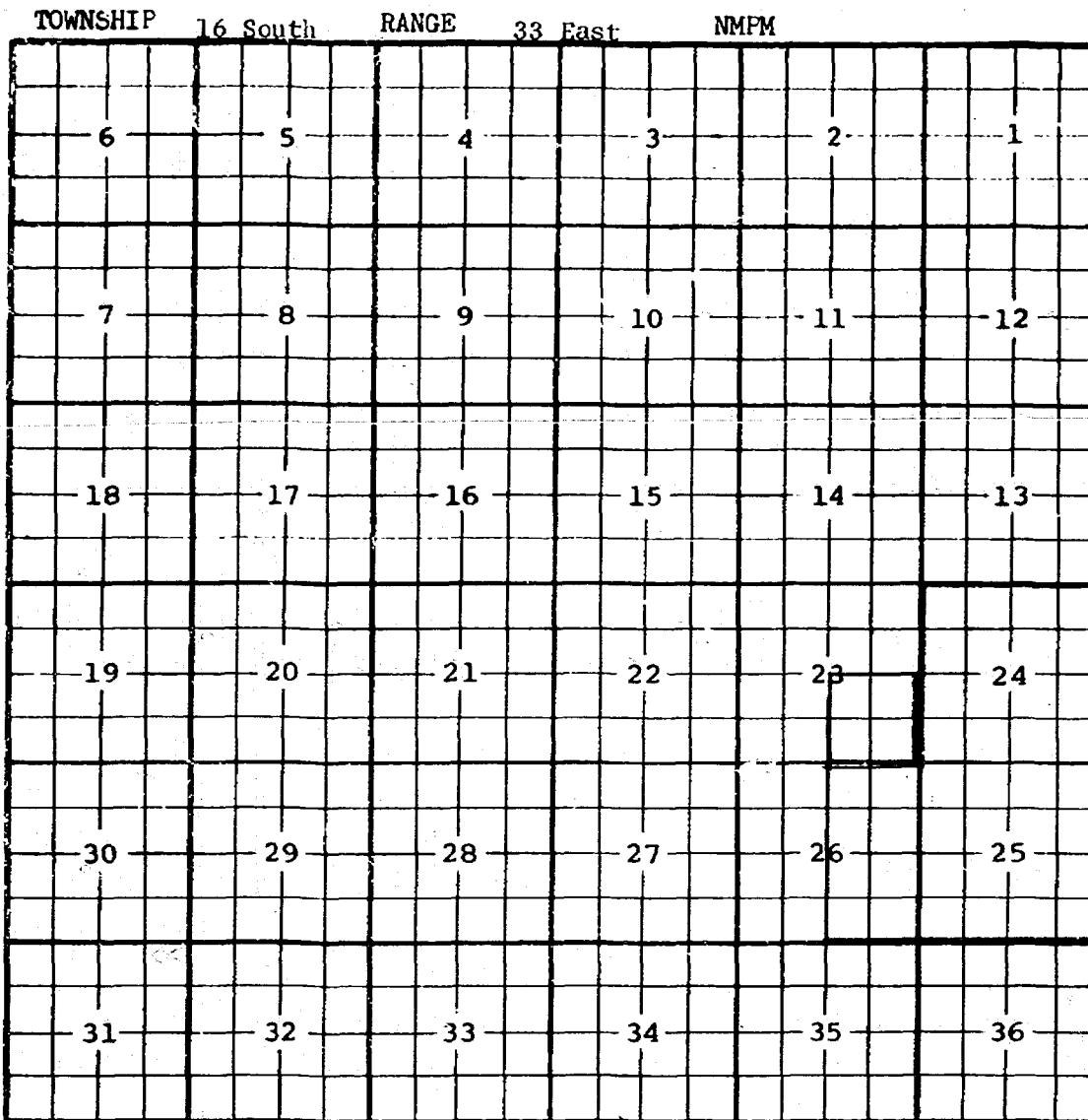
Pool boundary colored in Red

Proposed extension colored in green

Section 5: All

## CASE 3571: (i) EXTENSION OF AN EXISTING OIL POOL

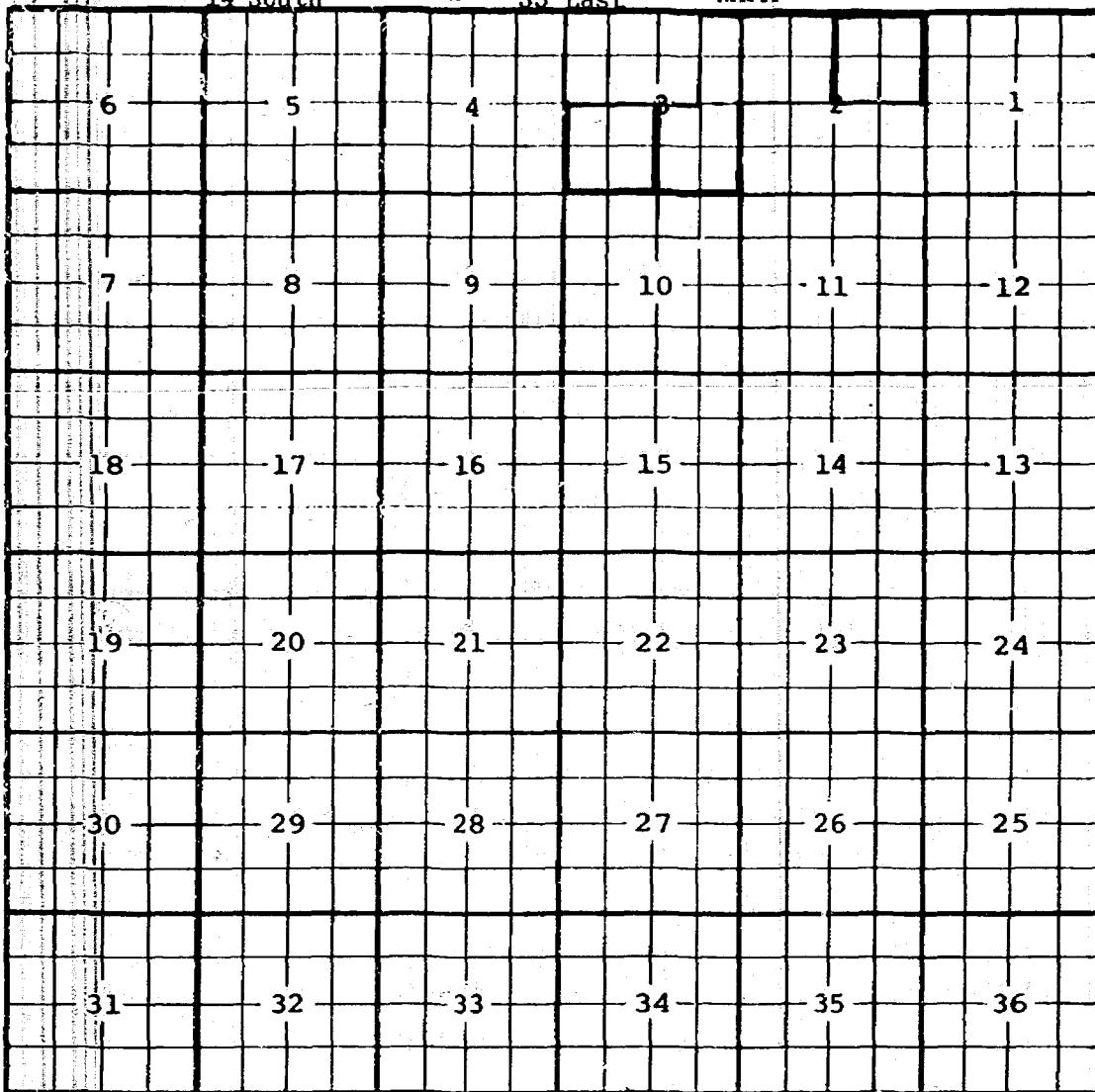
COUNTY LEA POOL KENNITZ-LOWER WOLFCAMP

PURPOSE: One completed oil well capable of producing.MIDWEST OIL CORPORATION - State "G" #1 in Unit 0 of Section 23-16-33.Completed in Lower Wolfcamp on February 14, 1967. Top of Perforations  
10,710'.Pool boundary colored in red.Proposed pool extension colored in green. SECTION 23: SE/4

## CASE 3571: (j) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA POOL LAZY J-PENNSYLVANIAN

TOWNSHIP 14 South RANGE 33 East NMPM



PURPOSE: One completed oil well capable of producing.

TEXACO, INC. - New Mexico "AQ" State NCT-11 #2 in Unit N of Section 3-14-33.

Completed in Pennsylvanian on March 15, 1967. Top of Perforations 9800'.

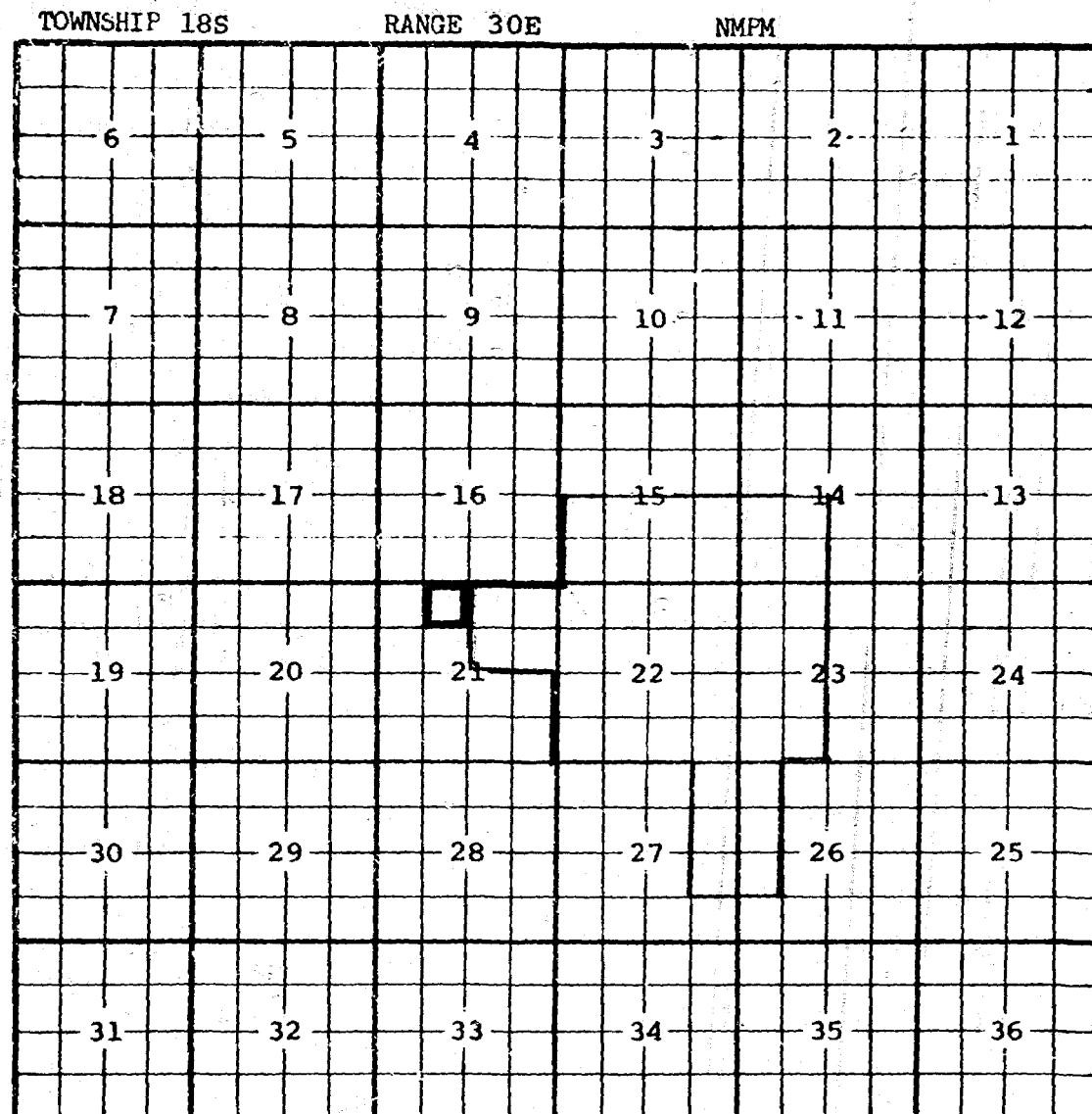
ADDITION--J. M. HUBER CORPORATION - New Mexico A State #1 in Unit A of  
Section 2-14-33. Completed in Lazy J Pay on April 23, 1967.  
Top of Perforations 9895'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 3: SW/4

ADDITION----SECTION 2: NE/4

CASE 3571: (k) EXTENSION OF AN EXISTING OIL POOL  
COUNTY EDDY POOL LEO (QUEEN - GRAYBURG)



Purpose: One completed oil well capable of producing.

Texaco Inc. L. R. Manning A Federal Well No. 5 in  
Unit C of Section 21-18-30. Completed in Queen-Grayburg  
March 1, 1967 through perforations 2602 to 3234

Pool boundary colored in red.

Proposed extension colored in green.

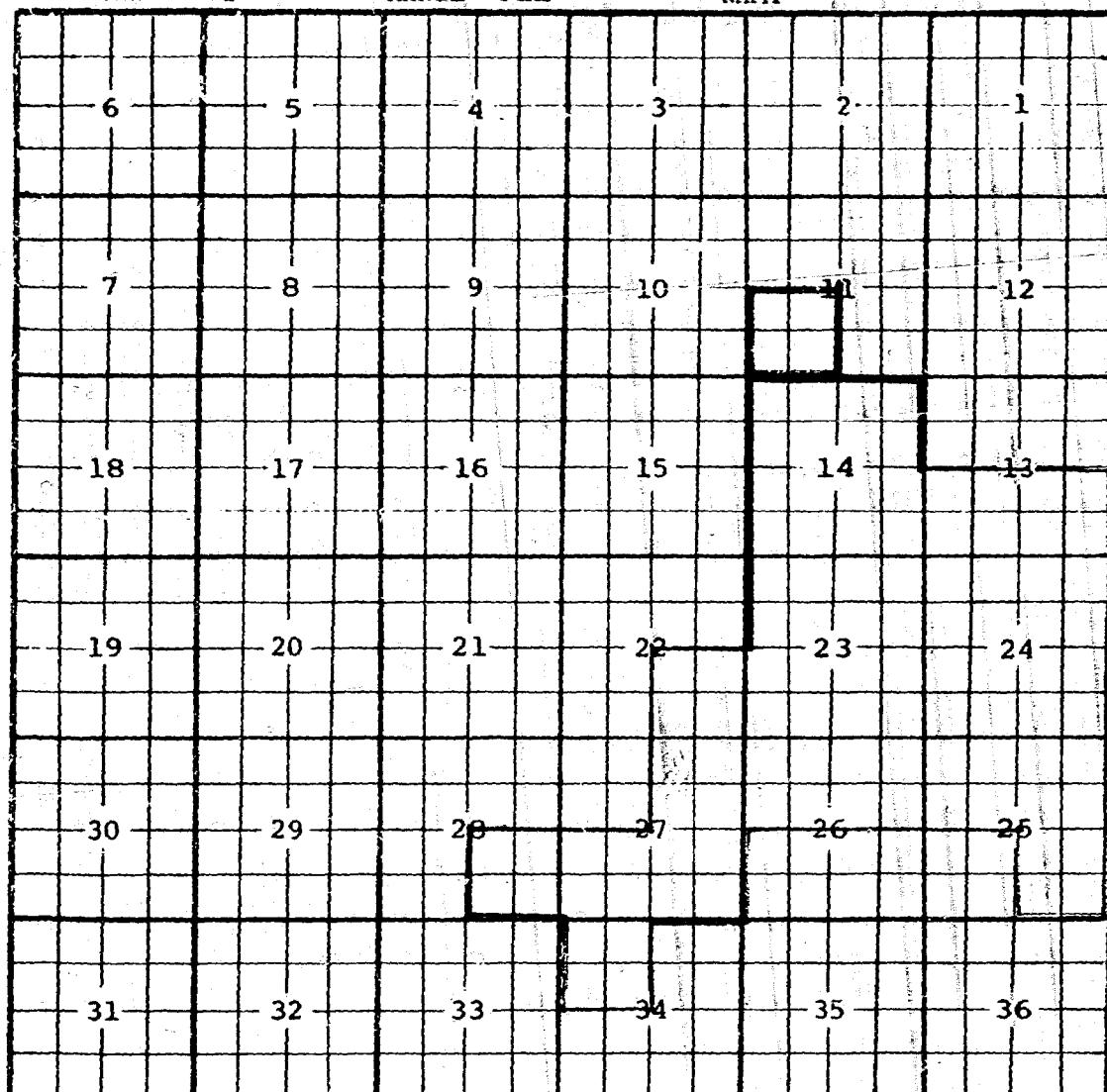
Section 21: NE/4 NW/4

CASE 3571: (1) EXTENSION OF AN EXISTING OIL POOL  
COUNTY EDDY  
POOL LUSK - STRAWN

TOWNSHIP 19S

RANGE 31E

NMPM



Purpose: One completed oil well capable of producing.

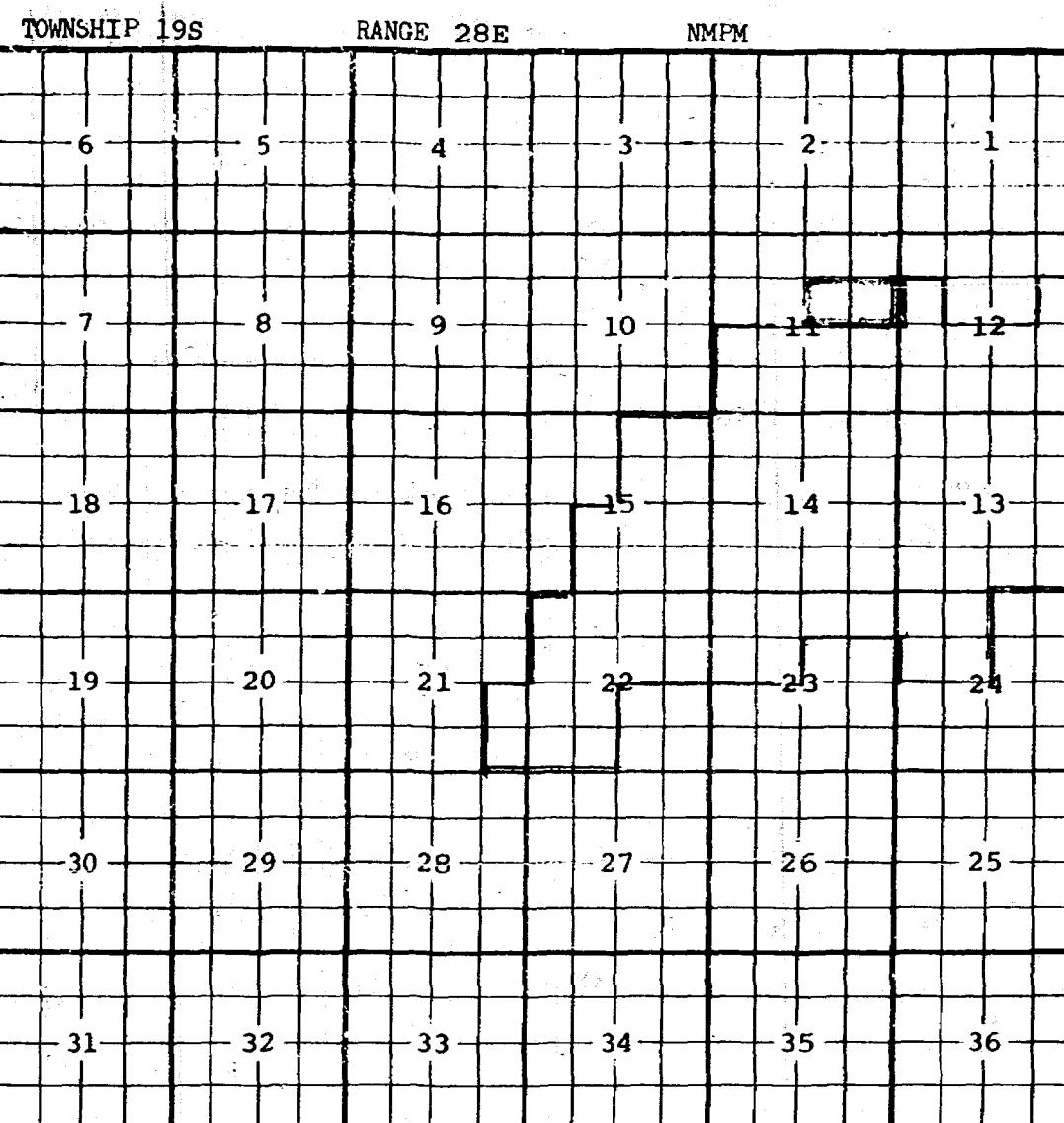
Gulf Oil Corporation, General Energy Corporation Federal  
No. 1 in Unit N of Section 11-19-31. Completed in  
Strawn March 12, 1967, through perforations 11168 to  
11194.

Pool boundary colored in red.

Proposed extension colored in green.

Section 11: SW/4

CASE 3571: (m) EXTENSION OF AN EXISTING OIL POOL  
COUNTY EDDY POOL EAST MILLMAN - QUEEN GRAYBURG



Purpose: Two completed oil wells capable of producing.

Southwest Production Corporation, Lowe State No. 1 in Unit G of Section 11-19-28. Completed in Queen-Grayburg December 13, 1966, through perforations 1803 to 2183.

Southwest Production Corporation, Lowe State No. 2 in Unit H of Section 11-19-28. Completed in Queen-Grayburg December 18, 1966, through perforations 1840 to 2176.

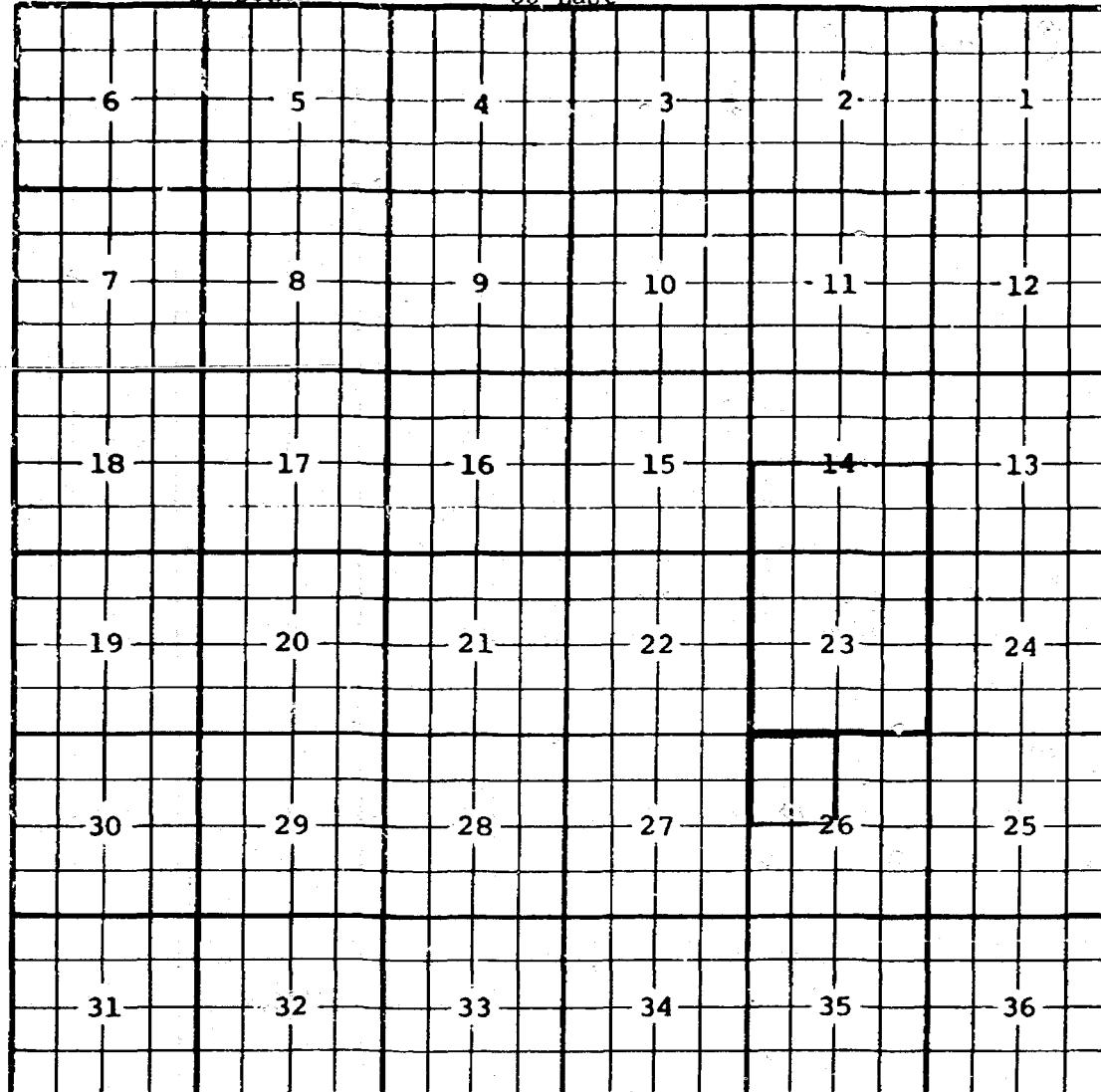
Pool boundary colored in red.

Proposed extension colored in green.

Section 11: S/2 NE/4

CASE 3571: (n) EXTENSION OF AN EXISTING OIL POOL  
COUNTY    LEA    POOL    NADINE-DRINKARD

**TOWNSHIP** 19 South      **RANGE** 38 East      **NMPM**



PURPOSE: One completed oil well capable of producing.

SHENANDOAH OIL CORPORATION - Ruth Terry Furneaux #1 in Unit D of Section 26-19-38. Completed in Drinkard on November 26, 1966. Top of Perforations 6905'.

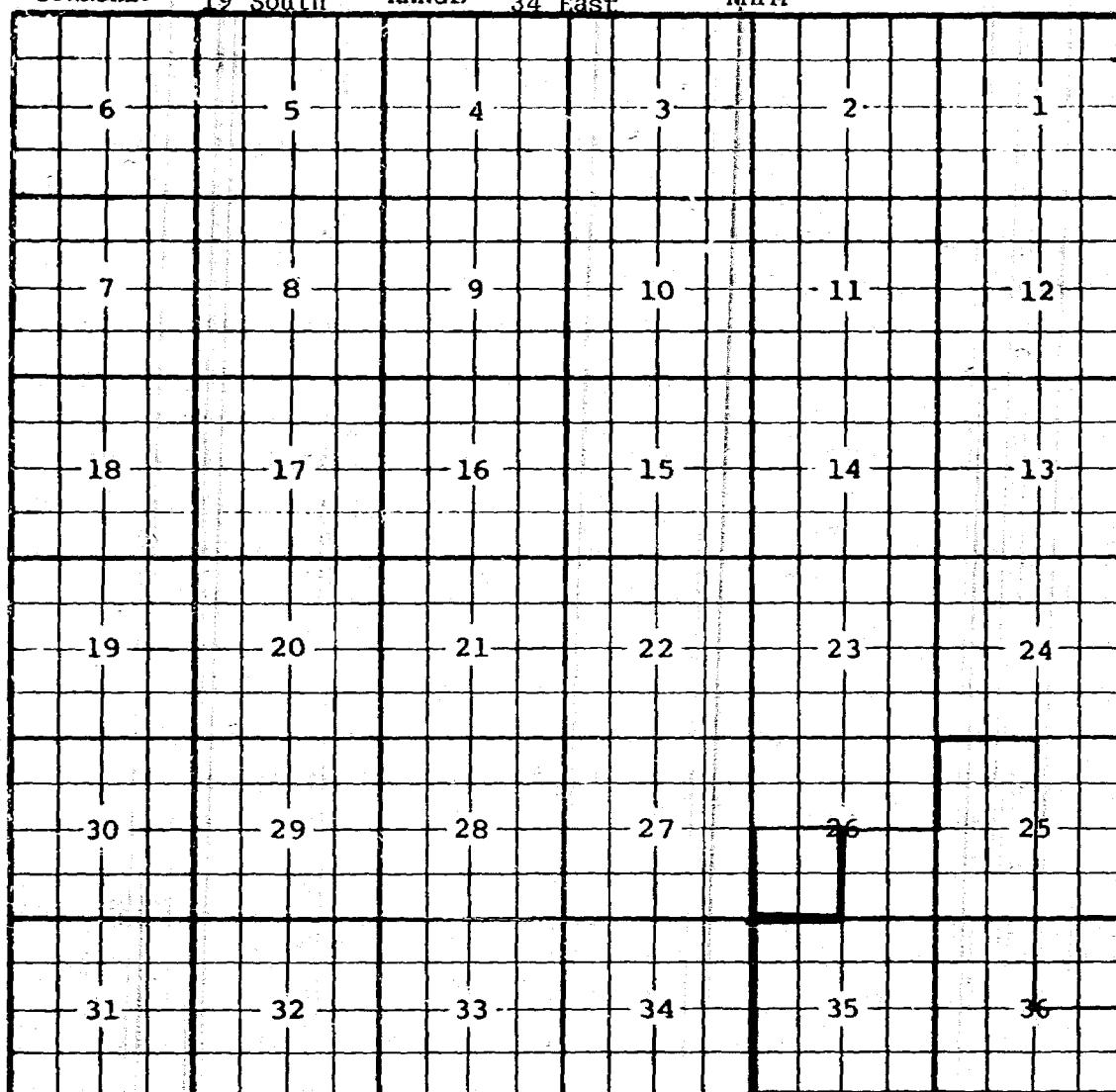
Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 26: NW/4

CASE 3571: (o) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA POOL PEARL-QUEEN

TOWNSHIP 19 South RANGE 34 East NMPM



PURPOSE: Two completed oil wells capable of producing.

ERNEST A. HANSON - Mescalero Ridge Unit "26" #4 in Unit N of Section 26-19-34. Completed in Queen on February 1, 1967. Top of Perforations 4602'.

ERNEST A. HANSON - Mescalero Ridge Unit "26" #5 in Unit K of Section 26-19-34. Completed in Queen on May 1, 1967. Top of Perforations 4990'.

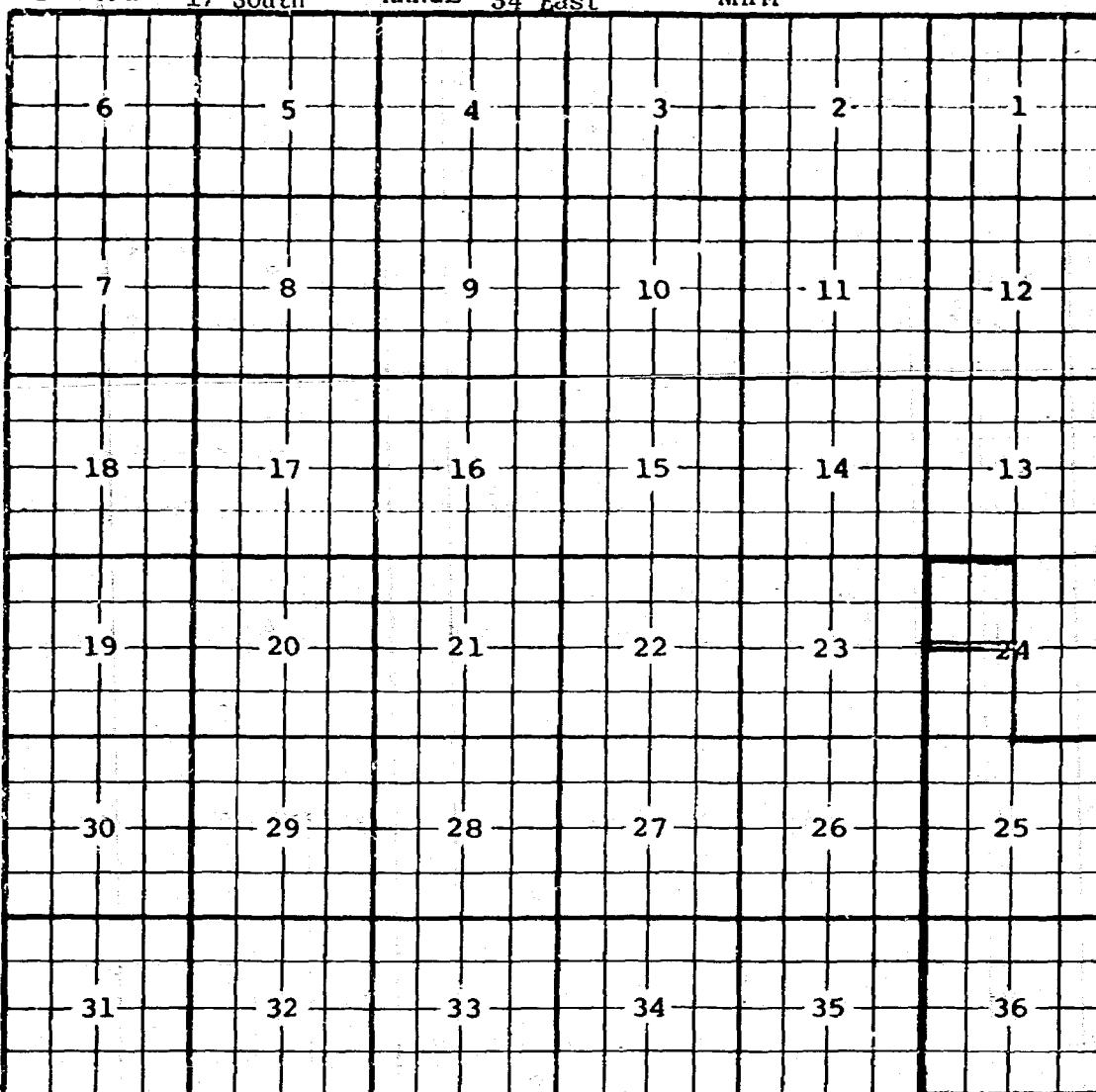
Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 26: SW/4

## CASE 3571: (p) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA POOL VACUUM-UPPER PENNSYLVANIAN

TOWNSHIP 17 South RANGE 34 East NMPM



PURPOSE: One completed oil well capable of producing.

MOBIL OIL CORPORATION - Bridges State #119 in Unit F of Section 24-17-34.

Completed in Upper Pennsylvanian on March 21, 1967. Top of Perforations  
10,069'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 24: NW/4

Docket No. 15-67

DOCKET: REGULAR HEARING - WEDNESDAY - MAY 17, 1967

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

- ALLOWABLE: (1) Consideration of the oil allowable for June, 1967;  
(2) Consideration of the allowable production of gas for June, 1967, from thirteen prorated pools in Lea, Eddy, and Roosevelt Counties, New Mexico, and also presentation of purchasers' nominations for said pools for the six-month period beginning July, 1967; consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for June, 1967.

CASE 3570: Application of Stoltz and Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in a playa lake located in Sections 12 and 13, Township 10 South, Range 32 East, and in Sections 6 and 7, Township 10 South, Range 33 East, Lea County, New Mexico. Applicant proposes to dispose of 10,000 to 20,000 barrels of salt water per day with possible increase to 60,000 barrels per day.

CASE 3571: Southeastern New Mexico nomenclature case calling for an order for the creation of one pool and the assignment of an oil discovery allowable therein, and the creation and extension of certain other pools in Lea, Eddy, and Chaves Counties, New Mexico:

- (a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Abo production and designated the East Inbe-Pennsylvanian Pool, comprising the following-described acreage:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM  
Section 30: SW/4

Further, for the assignment of approximately 50,010 barrels of oil discovery allowable to the discovery well, Monsanto Company's Lane State Well No. 1-Y, located in Unit M of said Section 30.

- (b) Create a new pool in Roosevelt County, New Mexico, classified as an oil pool for San Andres production and designated as the Northeast Chaverco-San Andres Pool, and described as:

TOWNSHIP 7 SOUTH, RANGE 34 EAST, NMPM  
Section 4: SW/4  
Section 5: S/2  
Section 6: SE/4

- (c) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production and designated

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May 17, 1967, Regular Hearing

Docket No. 15-67

as the Springs-Upper Pennsylvanian Gas Pool, and described as:

TOWNSHIP 20 SOUTH, RANGE 26 EAST, NMPM  
Section 34: N/2

(d) Extend the Northeast Bagley-Wolfcamp Pool to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
Section 11: SW/4

(e) Extend the Chaveroo-San Andres Pool to include therein:

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM  
Section 2: E/2

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM  
Section 3: SW/4  
Section 4: SE/4  
Section 10: NE/4  
Section 11: NE/4

(f) Extend the South Corbin-Morrow Gas Pool to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM  
Section 27: W/2

(g) Extend the Flying "M" San Andres Pool to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM  
Section 28: SE/4

(h) Extend the North Indian Hills-Morrow Gas Pool to include therein:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM  
Section 5: All

(i) Extend the Kemnitz-Lower Wolfcamp Pool to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM  
Section 23: SE/4

(j) Extend the Lazy J-Pennsylvanian Pool to include therein:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM  
Section 3: SW/4

May 17, 1967 Regular Hearing

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- (k) Extend the Leo Queen-Grayburg Pool to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM  
Section 21: NE/4 NW/4

- (l) Extend the Lusk-Strawn Pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM  
Section 11: SW/4

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

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM  
Section 11: S/2 NE/4

- (n) Extend the Nadine-Drinkard Pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM  
Section 26: NW/4

- (o) Extend the Pearl-Queen Pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM  
Section 26: SW/4

- (p) Extend the Vacuum-Upper Pennsylvanian Pool to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM  
Section 24: NW/4

NOMENCLATURE ADVERTISEMENT FOR MAY, 1967  
CASE 3571

*JK*

In the matter of the application of the Oil Conservation Commission of New Mexico upon its own motion for an order for the creation of new pools in Eddy, Lea, and Roosevelt Counties, New Mexico, and the extension of certain existing pools in Chaves, Eddy, and Lea Counties, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof to appear and show cause why such creations and extensions should not be made.

- (a) ✓ CREATE A new pool in Roosevelt County, New Mexico, classified as an oil pool for San Andres production and designated as the Northeast Cháveroo-San Andres Pool. The discovery well is Pan American Petroleum Corporation, Brown, Jr. No. 1, located in Unit L of Section 4, Township 7 South, Range 34 East, NMPM. Said pool described as:

✓ TOWNSHIP 7 SOUTH, RANGE 34 EAST, NMPM  
SECTION 4: SW/4  
SECTION 5: S/2  
SECTION 6: SE/4

- (a) ✓ CREATE A new pool in Lea County, New Mexico, classified as an oil pool for Cisco (Bough C) production and designated as the East Inbe-Pennsylvanian Pool. The discovery well is Monsanto Company, Lane State No. 1-Y, located in Unit M of Section 30, Township 10 South, Range 34 East, NMPM. Said pool described as:

✓ TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM  
SECTION 30: SW/4

Further, for the assignment of approximately \_\_\_\_\_ barrels of oil discovery allowable to the discovery well, Monsanto Company's Lane State Well No. 1-Y, located in Unit M of said Section 30.

- c) ✓ CREATE A new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production and designated as the Springs-Upper Pennsylvanian Gas Pool. The discovery well is Gulf Oil Corporation, Spring Unit No. 1, located in Unit G of Section 34, Township 20 South, Range 26 East, NMPM. Said pool described as:

✓ TOWNSHIP 20 SOUTH, RANGE 26 EAST, NMPM  
SECTION 34: N/2

- d) EXTEND the Northeast Bagley-Wolfcamp Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
SECTION 11: SW/4

- e) EXTEND the Cháveroo-San Andres Pool in Chaves County, New Mexico, to include therein:

✓ TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM  
SECTION 2: E/2

✓ TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM  
SECTION 3: SW/4  
SECTION 4: SE/4  
SECTION 10: NE/4  
SECTION 11: NE/4

-2-  
May, 1967 Nomenclature

f) EXTEND the South Corbin-Morrow Gas Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM  
SECTION 27: W/2

g) EXTEND the Flying "M"-San Andres Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM  
SECTION 28: SE/4

h) EXTEND the North Indian Hills-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

✓ TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM  
SECTION 5: All

i) EXTEND the Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM  
SECTION 23: SE/4

j) EXTEND the Lazy J-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM  
SECTION 3: SW/4

k) EXTEND the Leo Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

✓ TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM  
SECTION 21: NE/4 NW/4

l) EXTEND the Lusk-Strawn Pool in Eddy County, New Mexico, to include therein:

✓ TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM  
SECTION 11: SW/4

m) EXTEND the East Millman Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

✓ TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM  
SECTION 11: S/2 NE/4

n) EXTEND the Nadine-Drinkard Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM  
SECTION 26: NW/4

-3-

May, 1967 Nomenclature

o) EXTEND the Pearl-Queen Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM  
SECTION 26: SW/4

p) EXTEND the Vacuum-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM  
SECTION 24: NW/4

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1120 SUMAS ROAD • P.O. BOX 1092 • PHONE 243-4691 • ALBUQUERQUE, NEW MEXICO

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
May 17, 1967

REGULAR HEARING

IN THE MATTER OF:

Southeastern New Mexico nomenclature case calling for an order for the creation of one pool and the assignment of an oil discovery allowable therein, and the creation and extension of certain other pools in Lea, Eddy and Chaves Counties, New Mexico.

) ) Case 3571  
-----  
)

BEFORE:

A. L. Porter, Jr., Secretary-Director  
Guyton B. Hays, Land Commissioner  
George M. Hatch, General Counsel

TRANSCRIPT OF HEARING

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MR. PORTER: We are going to take up the nomenclature cases next and dispose of them. I believe we only have one. Perhaps five minutes. Mr. Nutter, do you have the nomenclature --

MR. NUTTER: No, Mr. Ramey does.

MR. HATCH: Case 3571, Southeastern New Mexico Nomenclature Case calling for an order for the creation of one pool and the assignment of an oil discovery allowable therein and the creation and extension of certain other pools in Lea, Eddy and Chavez Counties, New Mexico.

(Witness sworn.)

JOE RAMEY, called as a witness on behalf of the New Mexico Oil Conservation Commission, having first been duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. HATCH:

Q Would you state your name and position for the record, please?

A Joe D. Ramey, Supervisor of District One for the New Mexico Oil Conservation Commission.

Q Would you refer to Paragraph A of Case 3571 on the Docket? Are you prepared to make recommendations to the Commission concerning the creation of an oil pool and the assignment for an oil discovery allowable to the discovery

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well, Monsanto Company's Lane, State Well Number 1-Y?

A Yes, sir.

Q Would you make those recommendations to the Commission at this time?

A It is recommended that a new oil pool be created and designated as the East NB Pennsylvanian Pool, the vertical limits to be the Cisco-Bough C Formation and the horizontal limits as shown on Paragraph One which is the Southwest quarter of Section 30, Township 10, South Range 34 East. The discovery well was the Monsanto Company's Lane State Number 1-Y located in Unit M of Section 30, Township 10, South Range 34 East. It was completed on January 14, 1967 and the top of the perforation is at 10,002 feet. It is further recommended that a discovery allowable of 50,010 barrels be assigned this well.

I would like to call attention to the fact that we had a typographical error on the Docket which stated that this should be classified as an oil pool for Abo production. The Abo is in error and it should read Cisco-Bough C.

Q The Case was advertised incorrectly?

A Yes, sir, that's right.

MR. PORTER: Cisco-Bough C?

MR. RAMEY: Yes, sir.

Q (By Mr. Hatch) Mr. Ramey is that prepared in the

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in the form of an Exhibit?

A Yes, sir. We have an exhibit for the discovery submitted by Monsanto and then it is also part of the nomenclature exhibit.

Q What is the number of that exhibit?

A It is Southeast New Mexico Nomenclature Exhibit Number 1. Paragraphs A through P.

Q Would you refer to your Docket again and to your Exhibit and point out any substantial differences between it and the Docket that has been distributed here today and the corrections to be made if necessary as to Paragraph's B through P, then.

A The remainder is the same with the exception of Paragraph E where we have an addition to the Docket. This addition is as follows: In Section 12 of Township 8, South Range 33 East, the Northwest quarter. We have another addition in Paragraph J in Township 14, South Range 33, East, Section 2, the Northeast quarter. The remainder is as advertised.

Q Do you recommend that the pools be created and other pools extended then as advertised and corrected upon the Docket?

A Yes, sir.

Q Was OCC's Exhibit Number 1 prepared by you or under your supervision?

A Yes, sir, it was.

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MR. HATCH: I would like to move the introduction of Exhibit Number 1 into evidence.

MR. PORTER: If there are no objections, the Exhibit will be admitted.

(Whereupon, Oil Conservation Commissions Exhibit Number 1 was admitted into evidence.)

CROSS-EXAMINATION

BY MR. PORTER:

Q Mr. Ramey, do you remember how many bonus allowable wells we have authorized so far, bonus discovery?

A I believe this will be the fourth one.

Q The fourth. Have you had an opportunity to observe any of these wells to see whether or not they are making any of the bonus?

A I think two of them are making the bonus. Now the one we authorized this month and then the first well --

Q The first one that we authorized?

A Yes, sir.

Q And there have been a number of discoveries, I believe, where there were no applications for bonus allowable due to the lack of producing ability?

A Yes, sir, I might state this one today is the same way. It won't be capable of making the allowable.

Q Unless there is some way found to stimulate

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production?

A Yes, sir, that's right.

MR. PORTER: any questions of Mr. Ramey? He may be excused.

(Witness excused.)

MR. PORTER: any statements in the Case? The Commission will take the Case under advisement.

dearnley-meier

STATE OF NEW MEXICO )  
COUNTY OF BERNALILLO ) SS.

I, JERRY POTTS, Notary Public, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission Examiner 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 25<sup>th</sup> day of May, 1967.

Jerry Potts  
Notary Public

My Commission Expires:

July 10, 1970

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