

CASE NO.

6331

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

JERRY APODACA
GOVERNOR

NICK FRANKLIN
SECRETARY

October 11, 1978

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Re: CASE NO. 6331
ORDER NO. R-5824
Mr Michael Campbell
Campbell, Bingham & Black
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico

Applicant:

American Petrofina Company of Texas

Dear Sir:

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

Yours very truly,


JOE D. RAMEY
Director

JDR/fd

Copy of order also sent to:

Hobbs OCC x
Artesia OCC x
Aztec OCC x

Other _____

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6331
Order No. R-5824

APPLICATION OF AMERICAN PETROFINA
COMPANY OF TEXAS FOR AN UNORTHODOX
GAS WELL LOCATION, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 27, 1978,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 6th day of October, 1978, the Division
Director, having considered the record and the recommendations
of the Examiner, and being fully advised in the premises,

FINDS:

That the Division by its Order No. R-1670-U amended the well
location requirements for the Blanco Mesaverde Pool, and this
application is now moot.

IT IS THEREFORE ORDERED:

That Case No. 6331 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY,
Director

dr/

Dockets Nos. 32-78 and 33-78 are tentatively set for hearing on October 11 and October 25, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 27, 1978

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

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

CASE 6329: Application of David Faaken for unorthodox gas well locations and a non-standard proration unit, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox locations of the following three wells located in Township 21 South, Range 24 East, Cemetery-Morrow Gas Pool, Eddy County, New Mexico:

Ross Federal Com. Well No. 2 to be drilled 3300 feet from the South line and 660 feet from the West line of Section 4, Lots 9 through 16 of said section to be dedicated to the well; Ross Federal Com. Well No. 3 to be drilled 6040 feet from the South line and 460 feet from the West line of Section 4, to be dedicated to a 284.6-acre non-standard proration unit comprising Lots 1 through 8 of said section; and Shell Federal Com. Well No. 2 to be drilled 3300 feet from the South line and 660 feet from the West line of Section 5, Lots 9 through 16 of said section to be dedicated to the well.

CASE 6330: Application of Petroleum Corporation of Texas for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the NE/4 of Section 32, Township 24 North, Range 3 West, Chaco-Dakota Associated Pool, Rio Arriba County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6331: Application of American Petrofina Company of Texas for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 990 feet from the South line and 990 feet from the East line of Section 29, Township 32 North, Range 9 West, Blanco-Mesaverde Pool, San Juan County, New Mexico, the E/2 of said Section 29 to be dedicated to the well.

CASE 6332: Application of Reading & Bates Oil and Gas Company for an unorthodox gas well location and a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of a well to be drilled 330 feet from the North line and 1650 feet from the West line of Section 5, Township 23 South, Range 36 East, Lea County, New Mexico, to produce gas from the Jalmat Yates formation and oil from the Langlie Mattix Seven Rivers formation.

CASE 6333: Application of Maddox Energy Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the E/2 of Section 27, Township 23 South, Range 28 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. In the alternative, applicant seeks an order pooling only the NE/4 of said section for the production of gas from formations above the Wolfcamp. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6334: Application of Grace Petroleum Corporation for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its New Mexico Federal "G" Well No. 1 to be drilled 4650 feet from the South line and 660 feet from the East line of Section 6, Township 21 South, Range 32 East, Lea County, New Mexico, Lots 9, 10, 15, and 16 and the SE/4 of said Section 6 to be dedicated to the well.

CASE 6335: Application of Continental Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Jalmat gas and Langlie Mattix oil production within the wellbore of its Jack B-30 Well No. 2 located in Unit B of Section 30, Township 24 South, Range 37 East, Lea County, New Mexico.

CASE 6336: Application of Burleson & Huff for a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 160-acre non-standard gas proration unit comprising the E/2 SE/4 of Section 11 and the W/2 SW/4 of Section 12, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to be dedicated to a well at a standard location in Unit P of said Section 11.

CASE 6337: Application of Mark D. Wilson to limit application of pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to limit the application of the McMillan-Morrow Gas Pool present rules to the horizontal limits of said pool only, Eddy County, New Mexico.



SEP 8 1978

AMERICAN PETROFINA COMPANY OF TEXAS

POST OFFICE BOX 1311 • BIG SPRING, TEXAS

September 6, 1978

915-262-1393

Case 6331

The Oil Conservation Division
Box 2088
Sante Fe, New Mexico

Attention Mr. J. D. Ramey

Gentlemen:

American Petrofina Company of Texas hereby requests an Examiner's Hearing to consider its application to drill a well in the Blanco Mesaverde Gas Pool in San Juan County. The particular location requested is an unorthodox location, being in the SE/4, Section 29, T-32-N, R-9W. The lease covers the east half of the section.

Your consideration in the matter would be appreciated.

Very truly yours,

J. C. Chapman

J. C. Chapman
Asst. District Manager of Production

JCC:bm

990 FSL
990 FEL

E/2



AMERICAN PETROFINA COMPANY OF TEXAS

POST OFFICE BOX 1311 • BIG SPRING, TEXAS
September 6, 1978

SEP 8 1978

Case 6331

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Box 2088
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Asst. District Manager of Production

JCC:bm



SEP 8 1978

AMERICAN PETROFINA COMPANY OF TEXAS

POST OFFICE BOX 1311 • BIG SPRING, TEXAS

September 6, 1978

Case 6331

The Oil Conservation Division
Box 2088
Sante Fe, New Mexico

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Asst. District Manager of Production

JCC:bm

DRAFT

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

dr/

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6331

Order No. R- 5824

APPLICATION OF AMERICAN PETROFINA
COMPANY OF TEXAS FOR AN UNORTHODOX
GAS WELL LOCATION, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 27,
19 78, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this day of , 1978, the Division
Director, having considered the record and the recommendations of
the Examiner, and being fully advised in the premises,

FINDS:

*U. Division by its Order No. R-1670-U amended the well location
That the applicant's request for dismissal should be granted
requirements for the Plasco Mesaville Pool, and this application
is now moot.*

IT IS THEREFORE ORDERED:

That Case No. 6331 is hereby dismissed.

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

1

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
27 September 1978

EXAMINER HEARING

IN THE MATTER OF:)

Application of American Petrofina)
Company of Texas for an unorthodox) CASE
gas well location, San Juan County,) 6331
New Mexico.)

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Lynn Teschendorf, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

Michael B. Campbell, Esq.
CAMPBELL, BINGAMAN & BLACK
Jefferson Plaza
Santa Fe, New Mexico 87501

MR. NUTTER: Call next Case 6331.

MS. TESCHENDORF: Case 6331. Application of American Petrofina Company of Texas for an unorthodox gas well location, San Juan County, New Mexico.

MR. CAMPBELL: Appearing on behalf of American Petrofina Company, I am Michael Campbell, of the law firm of Campbell, Bingaman and Black of Santa Fe.

We have a witness who is present, Mr. Examiner, Mr. J. C. Chapman, an Assistant District Manager of Production for American Petrofina.

It is my understanding that because of the Division's order in Case Number 1670-U that the proposed application should be dismissed on grounds that the proposed location is no longer an unorthodox location.

MR. NUTTER: Case Number 6331 will be dismissed.

(Hearing concluded.)

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY THAT the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability, knowledge, and skill, from my notes taken at the time of the hearing.

Sally W. Boyd C.S.R.
Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is
a correct record of the proceedings in
the Examiner hearing of Case No. 6301
heard by me on 9/27 1938.
[Signature], Examiner
Oil Conservation Division

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
27 September 1978

EXAMINER HEARING

IN THE MATTER OF:

Application of American Petrofina)
Company of Texas for an unorthodox) CASE
gas well location, San Juan County,) 6331
New Mexico.)

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Lynn Teschendorf, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

Michael B. Campbell, Esq.
CAMPBELL, BINGAMAN & BLACK
Jefferson Plaza
Santa Fe, New Mexico 87501

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MS. TESCHENDORF: Case 6331. Application of American Petrofina Company of Texas for an unorthodox gas well location, San Juan County, New Mexico.

MR. CAMPBELL: Appearing on behalf of American Petrofina Company, I am Michael Campbell, of the law firm of Campbell, Bingaman and Black of Santa Fe.

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Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6331 heard by me on 9/27 1998.

[Signature] Examiner
Oil Conservation Division