

CASE 6766: SUPRON ENERGY CORPORATION FOR
TWO NON-STANDARD GAS PRORATION UNITS, SAN
JUAN COUNTY, NEW MEXICO

CASE NO.

6766

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,

ETC.

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 December 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Supron Energy Corpora-
tion for two non-standard gas prora-
tion units, San Juan County, New
Mexico.

CASE
6766

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

William F. Carr, Esq.
CAMPBELL & BLACK P. A.
Jefferson Place
Santa Fe, New Mexico 87501

I N D E X

GUDBRAND BJERKE

Direct Examination by Mr. Carr 3

Cross Examination by Mr. Nutter 6

E X H I B I T S

Applicant Exhibit One, Plat 5

MR. NUTTER: We'll call Case Number 6766.

MR. PADILLA: Application of Supron Energy Corporation for two non-standard gas proration units, San Juan County, New Mexico.

MR. CARR: May it please the Examiner, I am William F. Carr, Campbell and Black, P. A., appearing on behalf of the applicant. I have one witness who needs to be sworn.

(Witness sworn.)

GUDBRAND BJERKE

being called as a witness and having been duly sworn upon his oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. CARR:

Q. Would you state your full name, please?

A. Gudbrand Bjerke.

Q. Will you spell that, please?

A. G-U-D-B-R-A-N-D B-J-E-R-K-E.

Q. And where do you reside?

A. I live in Dallas. I work for Supron

Energy Corporation.

Q. And in what capacity are you employed?

A. As a landman.

Q. Have you previously testified before this Commission, had your credentials accepted and made a matter of record?

A. No, sir.

Q. Would you summarize your educational background and your work experience?

A. I have a degree in economics from the University of Oslo. I have been working for Southern Union, or Supron for 31 years, and the last 15 years as a lease supervisor or landman.

Q. And are you familiar with the application in this case?

A. Yes, sir.

MR. CARR: Are the witness' qualifications acceptable?

MR. NUTTER: Yes, they are.

Q. Will you briefly state what Supron is seeking with this application?

A. Because of the -- we are seeking a non-standard proration unit because of the survey of the -- irregularity in the survey.

We are seeking two units as shown in yellow and blue.

Q You are now referring to your Exhibit Number One.

A Okay. In that 190.89 acres and 192.97 acres, for drilling of a Fruitland test and a Fruitland-Pictured Cliffs and Chacra test.

Q And your Exhibit One shows both of the units and the offsetting properties, is that correct?

A That's right.

Q What is the standard spacing in this area?

A 160 acres.

Q And who are the owners of the offsetting properties?

A Southland Royalty is owner of some of the offsetting property; Amoco, et al; and Consolidated. The offsetting acreage is shown on the Exhibit One in green.

Q What is the status of the ownership of each of the non-standard proration units?

A The lease ownership belongs to Supron Energy Corporation.

Q And is all of the acreage involved Federal land?

A Federal. The acreage if Federal land and we are the only signatory party to any communitization agreements.

Q In your opinion will approval of this ap-

plication be in the interest of conservation and the prevention of waste?

A. Yes sir.

Q. Will approval of the application enable Supron to develop their acreage in this area?

A. Yes, sir.

Q. Was Exhibit One prepared by you or under your direction and supervision?

A. Yes sir.

MR. CARR: At this time, Mr. Examiner, we would offer Supron Exhibit Number One into evidence.

MR. NUTTER: Supron Exhibit Number One will be admitted in evidence.

MR. CARR: I have nothing further on direct.

CROSS EXAMINATION

BY MR. NUTTER:

Q. Mr. Bjørke, these non-standard units are occasioned only by -- as a result of the correction of the surveys, is that correct?

A. That is right.

Q. And will it be possible to drill the wells at standard locations on each of these proration units?

A. 160 acres?

Q. No, at a standard location.

MR. CARR: Just a standard location for the wells.

A. The standard location, yes, both wells is a standard location.

Q. And the one to the left there, 190.89 acre unit, that's for Fruitland production only.

A. Fruitland only.

Q. And the other unit would be for Fruitland-Pictured Cliffs, and Chacra.

A. That is right.

Q. Okay.

MR. NUTTER: Are there any other questions of the witness? He may be excused.

Do you have anything further, Mr. Carr?

MR. CARR: Nothing, Mr. Examiner.

MR. NUTTER: Does anyone have anything they wish to offer in Case Number 6766?

We'll take the case under advisement.

(Hearing concluded.)

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a Certified Shorthand 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.

Sally W. Boyd C.S.R.
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. 6766
heard by me on 12/12 19. 79.

[Signature], Examiner
Oil Conservation Division

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 December 1979

EXAMINER HEARING

IN THE MATTER OF:)
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Application of Supron Energy Corpora-) CASE
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Mexico.)
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BEFORE: Daniel S. Nutter

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A P P E A R A N C E S

For the Oil Conservation Division: Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant: William F. Carr, Esq.
CAMPELL & BLACK P. A.
Jefferson Place
Santa FE, New Mexico 87501

I N D E X

GUDBRAND BJERKE

Direct Examination by Mr. Carr

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Cross Examination by Mr. Mutter

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E X H I B I T S

Applicant Exhibit One, Plat

5

MR. WATNER: We'll call Case Number 6766.

MR. PADILLA: Application of Supron Energy Corporation for two non-standard gas proration units, San Juan County, New Mexico.

MR. CARR: May it please the Examiner, I am William F. Carr, Campbell and Black, P. A., appearing on behalf of the applicant. I have one witness who needs to be sworn.

(Witness sworn.)

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being called as a witness and having been duly sworn upon his oath, testified as follows, to-wit:

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Q. Would you state your full name, please?

A. Gudbrand Bjerke.

Q. Will you spell that, please?

A. G-U-D-B-R-A-N-D B-J-E-R-K-E.

Q. And where do you reside?

A. I live in Dallas. I work for Supron Energy Corporation.

Q. And in what capacity are you employed?

A. Is a landman.

Q. Have you previously testified before this Commission, had your credentials accepted and made a matter of record?

A. No, sir.

Q. Would you summarize your educational background and your work experience?

A. I have a degree in economics from the University of Oslo. I have been working for Southern Union, or Supron for 31 years, and the last 15 years as a lease supervisor or landman.

Q. And are you familiar with the application in this case?

A. Yes, sir.

MR. CARR: Are the witness' qualifications acceptable?

MR. MUTTER: Yes, they are.

Q. Will you briefly state what Supron is seeking with this application?

A. Because of the -- we are seeking a non-standard proration unit because of the survey of the -- irregularity in the survey.

We are seeking two units as shown in yellow and blue.

Q You are now referring to your Exhibit Number One.

A Okay. In that 100.30 acres and 192.97 acres, for drilling of a Fruitland test and a Fruitland-Pictured Cliffs and Chacra test.

Q And your Exhibit One shows both of the units and the offsetting properties, is that correct?

A That's right.

Q What is the standard spacing in this area?

A 160 acres.

Q And who are the owners of the offsetting properties?

A Southland Royalty is owner of some of the offsetting property; Amoco, et al; and Consolidated. The offsetting acreage is shown on the Exhibit One in green.

Q What is the status of the ownership of each of the non-standard proration units?

A The lease ownership belongs to Supron Energy Corporation.

Q And is all of the acreage involved Federal land?

A Federal. The acreage is Federal land and we are the only signatory party to any communitization agreements.

Q In your opinion will approval of this ap-

plication be in the interest of conservation and the prevention of waste?

A. Yes sir.

Q Will approval of the application enable Supron to develop their acreage in this area?

A. Yes, sir.

Q Was Exhibit One prepared by you or under your direction and supervision?

A. Yes sir.

MR. CARR: At this time, Mr. Examiner, we would offer Supron Exhibit Number One into evidence.

MR. NUTTER: Supron Exhibit Number One will be admitted in evidence.

MR. CARR: I have nothing further on direct.

CROSS EXAMINATION

BY MR. NUTTER:

Q Mr. Bjerke, these non-standard units are occasioned only by -- as a result of the correction of the surveys, is that correct?

A. That is right.

Q And will it be possible to drill the wells at standard locations on each of these proration units?

A 100 acres?

Q No, at a standard location.

MR. CARR: Just a standard location for the wells.

A The standard location, yes, both wells is a standard location.

Q And the one to the left there, 190.89 acre unit, that's for Fruitland production only.

A Fruitland only.

Q And the other unit would be for Fruitland-Pictured Cliffs, and Chacra.

A That is right.

Q Okay.

MR. NUTTER: Are there any other questions of the witness? He may be excused.

Do you have anything further, Mr. Carr?

MR. CARR: Nothing, Mr. Examiner.

MR. NUTTER: Does anyone have anything they wish to offer in Case Number 0700?

We'll take the case under advisement.

(Hearing concluded.)

REPORTER'S CERTIFICATION

I, SALLY W. BOYD, a Certified Shorthand 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.

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. 6766,
heard by me on 12/12 1979.

 Examiner
Oil Conservation Division



BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

January 10, 1980

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

Mr. William F. Carr
Campbell and Black
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico

Re: CASE NO. 6766
ORDER NO. R-6234

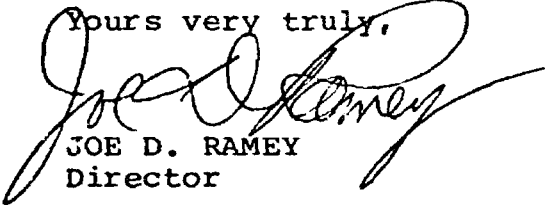
Applicant:

Supron Energy Corporation

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 OCD x
Artesia OCD x
Aztec OCD 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. 6766
Order No. R-6234

APPLICATION OF SUPRON ENERGY CORPORATION
FOR TWO NON-STANDARD GAS PRORATION UNITS,
SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 12, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 24th day of January, 1980, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Supron Energy Corporation, seeks approval of a 192.97-acre non-standard gas proration unit comprising the W/2 of Section 7, Township 28 North, Range 10 West, and the E/2 E/2 of Section 12, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico, for the Fruitland, Pictured Cliffs and Chacra formations, and a 190.89-acre non-standard gas proration unit comprising the W/2 and W/2 E/2 of said Section 12 for the Fruitland formation only, both units to be dedicated to wells to be drilled at standard locations thereon.
- (3) That each of the above-described non-standard proration units may reasonably be presumed productive of gas from the aforesaid formations, and that said non-standard gas proration units can be efficiently and economically drained and developed by the proposed unit well.
- (4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the subject formations, will prevent the

-2-
Case No. 6766
Order No. R-6234

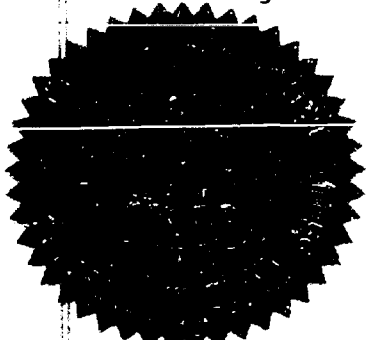
economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the application of Supron Energy Corporation for a 192.97-acre non-standard gas proration unit comprising the W/2 of Section 7, Township 28 North, Range 10 West and the E/2 E/2 of Section 12, Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico, for the Fruitland, Pictured Cliffs and Chacra formations, and a 190.89-acre non-standard gas proration unit comprising the W/2 and W/2 E/2 of said Section 12 for the Fruitland formation only, each unit to be dedicated to a well to be drilled at a standard location thereon, is hereby approved.

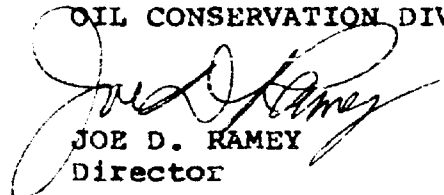
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

Ed/

Dockets Nos. 1-80 and 2-80 are tentatively set for January 3 and 16, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - DECEMBER 12, 1979

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:

- ALLOWABLE: (1) Consideration of the allowable production of gas for January, 1980, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for January, 1980, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 6752: Application of Bill Stapler for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Quark Unit Area, comprising 11,200 acres, more or less, of State and Federal lands in Township 22 South, Range 34 East.
- CASE 6753: Application of Amax Chemical Corporation for the amendment of Order No. R-111-A, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-111-A to extend the boundaries of the Potash-Oil Area by the inclusion of certain lands in Sections 26 and 27, Township 19 South, Range 29 East.
- CASE 6754: Application of Petroleum Development Corporation for a non-standard gas proration unit and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location for a well to be drilled 660 feet from the North and West lines of Section 15, Township 19 South, Range 32 East, Lusk Marrow Gas Pool, the W/2 of said Section 15 to be dedicated to the well as a non-standard 320-acre proration unit.
- CASE 6755: Application of Dome Petroleum Corporation for water disposal, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to extend the previously authorized water disposal interval in its Santa Fe 20 Well No. 2 located in Unit F of Section 20, Township 21 North, Range 8 West, Snake Eyes-Entrada Oil Pool, to include the perforated interval from 5756 feet to 5790 feet in the Entrada formation.
- CASE 6756: Application of Amoco Production Company for pool contraction and creation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the vertical limits of the Air Strip-Bone Spring Pool to comprise the Middle Bone Spring formation only, from 9300 feet to 9460 feet, and the creation of the Air Strip-Upper Bone Spring Pool to comprise said formation from 9180 feet to 9260 feet and the Air Strip-Lower Bone Spring Pool to comprise said formation from 10,100 feet to 10,400 feet. All depths are from the log of the Amoco State FU Well No. 2 in Unit N of Section 25, Township 18 South, Range 34 East, for which well applicant also seeks 51,310 barrels of discovery allowable.
- CASE 6757: Application of Amoco Production Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its State FU Well No. 1 located in Unit K of Section 25, Township 18 South, Range 34 East, to produce oil from the Air Strip Upper and Middle Bone Spring Pools thru parallel strings of tubing.
- CASE 6758: Application of Amoco Production Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its State "C" Tract 11 Well No. 11 located in Unit X of Section 2, Township 21 South, Range 36 East, to produce oil from the Hardy-Blinebry Pool and an undesignated Drinkard pool through parallel strings of tubing.
- CASE 6719: (Continued and Readvertised)
- Application of Sam H. Snoddy for an amendment to Order No. R-5521, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5521, which authorizes the directional drilling of the Federal Well No. 2 in Section 25, Township 20 South, Range 32 East, to permit the well to be bottomed within 400 feet of a point 1320 feet from the South and West lines of Section 25.
- CASE 6759: Application of Sun Oil Company for an unorthodox location, non-standard gas proration unit, infill findings, simultaneous dedication, and downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Reeves Well No. 6, 660 feet from the North line and 610 feet from the East line of Section 29, Township 20 South, Range 37 East, Eumont Gas Pool, to be simultaneously dedicated with its Reeves Well No. 2 in Unit D of Section 29 to a 160-acre non-standard gas proration unit comprising the N/2 N/2 of Section 29. Also sought are findings that the proposed well is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing unit well, and authority to commingle Eumont and Monument production in the wellbore of the proposed well.

- CASE 6760: Application of Sun Oil Company for an unorthodox location, non-standard gas proration unit, infill findings, and simultaneous dedication, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its State "AY" Well No. 5, located in Unit E of Section 36, Township 7 South, Range 15 East, Todd-Upper San Andres Gas Pool, to be simultaneously dedicated with its State "AY" Well No. 3 in Unit F of Section 36 to a 160-acre non-standard gas proration unit comprising the NW/4 of Section 36. Also sought are findings that the proposed well is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing unit well.
- CASE 6761: Application of Phillips Petroleum Company for an unorthodox gas well location and approval of infill drilling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of an Atoka-Morrow test well to be drilled 660 feet from the North and West lines of Section 2, Township 24 South, Range 28 East; applicant further seeks a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of the proration unit, being the W/2 of said Section 2, which cannot be so drained by the existing well.
- CASE 6762: Application of Joe Don Cook for an exception to Order No. R-3221, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221 to permit disposal of produced brine into an unlined surface pit located in Section 1, Township 19 South, Range 31 East, Shugart Pool.
- CASE 6763: Application of Adams Exploration Company for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the North Osuda-Morrow Gas Pool underlying Section 16, Township 20 South, Range 36 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the South and West lines of said Section 16. 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 6729: (Continued from November 14, 1979, Examiner Hearing)
- Application of Adams Exploration Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying Section 16, Township 20 South, Range 36 East, North Osuda-Morrow Gas Pool, 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 6725: (Continued from November 28, 1979, Examiner Hearing)
- Application of Tenneco Oil Company for three non-standard gas proration units, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 291.23-acre non-standard gas proration unit comprising the W/2 of Section 6 and the NW/4 of Section 7, a 347.58-acre unit comprising the W/2 of Section 19 and the NW/4 of Section 30, and a 375.17-acre unit comprising the SW/4 of Section 30 and the W/2 of Section 31, all in Township 29 North, Range 8 West, Basin-Dakota Pool, each unit to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6751: (Continued from November 28, 1979, Examiner Hearing)
- Application of Tenneco Oil Company for the rescission of special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the rescission of the special pool rules for the Catclaw Draw-Morrow Gas Pool to provide for 320-acre spacing rather than 640 acres. In the absence of objection, the pool rules will be rescinded and the pool placed on standard 320-acre spacing for Pennsylvanian gas pools rather than the present 640-acre spacing.
- CASE 6764: Application of Lee Crane for surface commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the surface commingling of undesignated Ojo Alamo and Oswell-Farmington production from his Martin Wells Nos. 1 and 3 located in Section 34, Township 30 North, Range 11 West.
- CASE 6765: Application of Mesa Petroleum Company for an exception to Order No. R-111-A and an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the casing-cementing rules of Order No. R-111-A to complete its Bass Federal Well No. 2 to be drilled at an unorthodox location 1450 feet from the North line and 1850 feet from the West line and its Bass Federal Well No. 3 to be drilled in Unit D, both in Section 6, Township 20 South, Range 31 East, by setting surface casing in the "Red Bed" section of the basal Rustler formation and production casing at total depth. Both casing strings would have cement circulated to the surface.

CASE 6766: Application of Supron Energy Corporation for two non-standard gas proration units, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of two non-standard gas proration units, the first being 192.97 acres comprising the W/2 of Section 7, Township 28 North, Range 10 West, and the E/2 E/2 of Section 12, Township 28 North, Range 11 West, for the Fruitland, Pictured Cliffs and Chacra formations, and the second being 190.89 acres comprising the W/2 and W/2 E/2 of said Section 12 for the Fruitland formation only, both units to be dedicated to wells to be drilled at standard locations thereon.

CASE 6700: (Reopened and Readvertised)

Application of Doyle Hartman to reopen Case No. 6700, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the reopening of Case No. 6700, heard October 17, 1979, to amend the original unorthodox well location 2310 feet from the North line and 330 feet from the West line of Section 29, Township 25 South, Range 37 East, to a new unorthodox location 1870 feet from the North line and 280 feet from the West line of said Section 29. All other aspects of Case No. 6700 would remain the same.

CASE 6767: Application of Alpha Twenty-One Production Company for two non-standard gas proration units, unorthodox well location, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard proration unit comprising the NW/4 NW/4 of Section 27, Township 25 South, Range 37 East, Jalmat Gas Pool, to be dedicated to El Paso Natural Gas Company's Harrison Well No. 2, and also a 200-acre unit comprising the S/2 N/2 and NE/4 NW/4 of said Section 27 to be dedicated to a well to be drilled at an unorthodox location 1980 feet from the North line and 560 feet from the West line of Section 27. Applicant further seeks a finding that the drilling of the latter well is necessary to effectively and efficiently drain that portion of an existing proration unit which cannot be so drained by the existing well.

CASE 6768: Application of Alpha Twenty-One Production Company for two non-standard gas proration units, compulsory pooling, unorthodox well location, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard gas proration unit comprising the SW/4 SW/4 of Section 21, Township 24 South, Range 37 East, Jalmat Gas Pool, to be dedicated to the El Paso Natural Gas Company Shell Black Well No. 2. Applicant also seeks an order pooling all mineral interests in the Jalmat Gas Pool underlying the E/2 SW/4 and NW/4 SE/4 of said Section 21 to form a 120-acre non-standard gas proration unit to be dedicated to a well to be drilled at an unorthodox location 990 feet from the South line and 1650 feet from the West line of said Section 21. 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. Applicant further seeks a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of the existing proration unit which cannot be so drained by the existing well.

CASE 6656: (Continued from October 2, 1979, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Energy Oil & Gas Corp., The Travelers Indemnity Co., and all other interested parties to appear and show cause why the Sadler Well No. 1 located in Unit I of Section 3, Township 24 North, Range 29 East, Union County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6769: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, reclassifying, and extending certain pools in Chaves, Eddy, Lea, and Roosevelt Counties, New Mexico:

(a) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the West Double X-Morrow Gas Pool. The discovery well is Union Oil Company of California Paduca Federal Well No. 1 located in Unit G of Section 30, Township 24 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 32 EAST, NMPM
Section 30: E/2

(b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Dublin Ranch-Atoka Gas Pool. The discovery well is J. C. Barnes Little Squaw Com Well No. 2 located in Unit N of Section 27, Township 22 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM
Section 27: S/2

(c) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Gem-Morrow Gas Pool. The discovery well is Union Oil Company of California Maduro Unit Federal Well No. 1 located in Unit J of Section 29, Township 19 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 29: S/2

(d) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the East Gem-Morrow Gas Pool. The discovery well is Union Oil Company of California Laguna Deep Unit Federal Well No. 1 located in Unit G of Section 35, Township 19 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 35: N/2

(e) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the Halfway-Atoka Gas Pool. The discovery well is Amoco Production Company Federal Y Com Well No. 1 located in Unit G of Section 27, Township 20 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM
Section 27: E/2

(f) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Devonian production and designated as the Midway-Devonian Pool. The discovery well is David Fasken Warren Well No. 1 located in Unit G of Section 8, Township 17 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 8: NE/4

(g) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the East Triste Draw-Atoka Gas Pool. The discovery well is Getty Oil Company State 29 J Well No. 1 located in Unit J of Section 29, Township 24 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM
Section 29: E/2

(h) CREATE a new pool in Roosevelt County, New Mexico, classified as an oil pool for Bough C production and designated as the Tucker Ranch-Bough C Pool. The discovery well is Pauley Petroleum, Inc. Tucker Well No. 1 located in Unit J of Section 9, Township 7 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 7 SOUTH, RANGE 33 EAST, NMPM
Section 9: SE/4

(i) RECLASSIFY the Oil Center-Glorieta Pool in Lea County, New Mexico, as the Oil Center-Glorieta Gas Pool. The pool was created by Order R-5988 as an oil pool but was advertised as a gas pool.

(j) EXTEND the Angell Ranch-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 1: W/2
Section 2: N/2

(k) EXTEND the Atoka-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 28: S/2 SE/4

(l) EXTEND the Atoka-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 34: E/2 NW/4

(m) EXTEND the Austin-Mississippian Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 36 EAST, NMPM
Section 16: N/2

- (n) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico, to include therein:

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

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 18: SW/4

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 1: NW/4

- (o) EXTEND the Bluit-Wolfcamp Gas Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM
Section 3: NE/4

- (p) EXTEND the South Brunson-Granite Wash Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 31: NE/4

- (q) EXTEND the Cass Draw-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM
Section 11: W/2

- (r) EXTEND the Chaveroo-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM
Section 3: SE/4

- (s) EXTEND the Cinta Roja-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 35 EAST, NMPM
Section 10: All

- (t) EXTEND the Comanche-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 26 EAST, NMPM
Section 14: NW/4 NW/4

- (u) EXTEND the Corbin-Queen Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM
Section 34: NE/4

- (v) EXTEND the South Culebra Bluff-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM
Section 35: S/2

- (w) EXTEND the Diablo-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM
Section 15: SW/4 SW/4

- (x) EXTEND the Golden Lane-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 22 EAST, NMPM
Section 36: E/2

- (y) EXTEND the East Grama Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM
Section 34: E/2

- (z) EXTEND the Langley-Devonian Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 20: E/2

- (aa) EXTEND the Lovington-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM
Section 28: S/2
Section 29: S/2

- (bb) EXTEND the North Lusk-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 33: E/2

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
Section 4: E/2

- (cc) EXTEND the East McMillan Seven Rivers-Queen Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 3: S/2 NE/4 and SE/4 NW/4

- (dd) EXTEND the Mescalero Permo-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM
Section 34: W/2

- (ee) EXTEND the Monument-Tubb Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 12: NW/4

- (ff) EXTEND the Penasco Draw San Andres-Yeso Associated Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM
Section 1: E/2 E/2, NW/4 NE/4, E/2 NW/4 and NE/4 SW/4
Section 12: NE/4

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM
Section 6: N/2

- (gg) EXTEND the South Peterson-Fusselman Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 5 SOUTH, RANGE 33 EAST, NMPM
Section 30: SW/4

- (hh) EXTEND the East Red Lake Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM
Section 36: NE/4

- (ii) EXTEND the Runyan Ranch-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 23 EAST, NMPM
Section 18: E/2

- (jj) EXTEND the Salt Lake-Bone Springs Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 32 EAST, NMPM
Section 14: SE/4
Section 23: S/2 and NE/4

- (kk) EXTEND the North Shugart-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM
Section 20: W/2

- (ll) EXTEND the Sioux-Yates Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM
Section 8: SE/4

(mm) EXTEND the Tomahawk-San Andres Pool in Chaves and Roosevelt Counties, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM
Section 29: NW/4
Section 32: S/2

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM
Section 5: NE/4

(nn) EXTEND the Tubb Oil and Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM
Section 36: N/2

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 31: NW/4

(oo) EXTEND the North Turkey Track-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM
Section 26: E/2

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 1: N/2

(pp) EXTEND the Twin Lakes-San Andres Associated Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 28 EAST, NMPM
Section 25: SE/4

TOWNSHIP 8 SOUTH, RANGE 29 EAST, NMPM
Section 19: S/2 SW/4 and SW/4 SE/4
Section 30: W/2
Section 31: NW/4

(qq) EXTEND the White City-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM
Section 12: All

CAMPBELL AND BLACK, P.A.
LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR
PAUL R. CALDWELL

POST OFFICE BOX 2208
JEFFERSON PLACE
SANTA FE, NEW MEXICO 87501
TELEPHONE (505) 988-4421

November 20, 1979

Mr. Joe D. Ramey /
Division Director
Oil Conservation Division
New Mexico Department
of Energy & Minerals
Post Office Box 2088
Santa Fe, New Mexico 87501

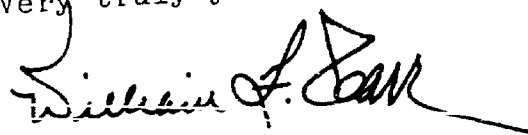
Re: Application of Supron Energy Corporation for two
non-standard proration units, San Juan County,
New Mexico.

Dear Mr. Ramey:

Enclosed in triplicate is the Application of Supron Energy Corporation in the above-referenced matter.

The applicant requests that this matter be included on the docket for the examiner hearing scheduled to be held on December 12, 1979.

Very truly yours,



William F. Carr

WFC:msl

Enclosures

cc: William S. Jameson

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF SUPRON ENERGY CORPORATION FOR
TWO NON-STANDARD PRORATION UNITS,
SAN JUAN COUNTY, NEW MEXICO.

CASE 6766

APPLICATION

Comes now, SUPRON ENERGY CORPORATION, by its undersigned attorneys and applies to the New Mexico Oil Conservation Division for approval of two non-standard gas proration units, San Juan County, New Mexico and in support of its application states:

1. It is the operator of the W/2 and the W/2 E/2 of Section 12, Township 28 North, Range 11 West, San Juan County, New Mexico which, due to survey variations, contains a total of 190.89 acres.
2. Applicant seeks the establishment of a non-standard gas proration unit to be comprised of the above-referenced acreage in the Fruitland formation to be dedicated to its Angel Peak #2 Well to be drilled at a location 2110 feet from the East Line and 790 feet from the South line of said Section 12.
3. Applicant further states that it is operator of the E/2 ^{T28N, R11W} of Section 12 and the W/2 of Section 7, ~~both in~~ Township 28 North, Range 10 West, San Juan County, New Mexico which, due to survey variations, contains a total of 192.97 acres.

4. Applicant seeks the establishment of a non-standard proration unit to be comprised of the above-referenced acreage in the Fruitland, Pictured Cliffs and Chacra formations to be dedicated to its Angel Peak #22 Well to be drilled at a location 1105 feet from the South line and 790 feet from the West line of said Section 7.

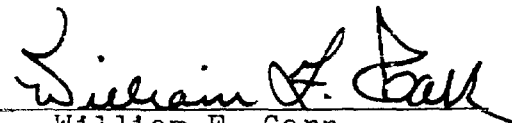
5. Granting the application and drilling the proposed wells will be in the interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant respectfully requests this matter be set for hearing before the Commission or one of the Division's duly appointed examiners and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,

CAMPBELL AND BLACK, P.A.

By



William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF SUPRON ENERGY CORPORATION FOR
TWO NON-STANDARD PRORATION UNITS,
SAN JUAN COUNTY, NEW MEXICO.

CASE 6766

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2. Applicant seeks the establishment of a non-standard gas proration unit to be comprised of the above-referenced acreage in the Fruitland formation to be dedicated to its Angel Peak #2 Well to be drilled at a location 2110 feet from the East Line and 790 feet from the South line of said Section 12.
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4. Applicant seeks the establishment of a non-standard
production unit to be comprised of the above-referenced
acreage in the Fruitland, Pictured Cliffs and Chacra
formations to be dedicated to its Angel Peak #22 Well to be
drilled at a location 1105 feet from the South line and 790
feet from the West line of said Section 7.

5. Granting the application and drilling the proposed
wells will be in the interest of conservation, the
prevention of waste and the protection of correlative
rights.

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appointed examiners and that after notice and hearing as required
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Respectfully submitted,

CAMPBELL AND BLACK, P.A.

By William F. Carr
William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF SUPRON ENERGY CORPORATION FOR
TWO NON-STANDARD PRORATION UNITS,
SAN JUAN COUNTY, NEW MEXICO.

CASE 6766

APPLICATION

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1. It is the operator of the W/2 and the W/2 E/2 of Section 12, Township 28 North, Range 11 West, San Juan County, New Mexico which, due to survey variations, contains a total of 190.89 acres.
2. Applicant seeks the establishment of a non-standard gas proration unit to be comprised of the above-referenced acreage in the Fruitland formation to be dedicated to its Angel Peak #2 Well to be drilled at a location 2110 feet from the East Line and 790 feet from the South line of said Section 12.
3. Applicant further states that it is operator of the E/2 ^{T 28 N, R 11 W} of Section 12 and the W/2 of Section 7, ~~both in~~ Township 28 North, Range 10 West, San Juan County, New Mexico which, due to survey variations, contains a total of 192.97 acres.

4. Applicant seeks the establishment of a non-standard proration unit to be comprised of the above-referenced acreage in the Fruitland, Pictured Cliffs and Chacra formations to be dedicated to its Angel Peak #22 Well to be drilled at a location 1105 feet from the South line and 790 feet from the West line of said Section 7.

5. Granting the application and drilling the proposed wells will be in the interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant respectfully requests this matter be set for hearing before the Commission or one of the Division's duly appointed examiners and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,

CAMPBELL AND BLACK, P.A.

By William F. Carr
William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

Application of Supron Energy Corporation
for two non-standard gas production units
San Juan County, New Mexico.

Applicant, in the above styled cause,
seeks approval of two non-standard
gas production units, the first being ± 192.97
acres comprising the $W\frac{1}{2}$ of Section 7,
Township 28 North, Range 10 West, and the
 $E\frac{1}{2}E\frac{1}{2}$ of Section 12, Township 28 North, Range
11 West, for the Fruitland, Pictured Cliffs and
Chuska formations, and the second being
 190.89 acres comprising the $W\frac{1}{2}$ and $W\frac{1}{2}E\frac{1}{2}$
of said Section 12 for the Fruitland formation
only, both units to be dedicated to wells to be drilled
at standard locations thereon.

Memo

From

FLORENE DAVIDSON
ADMINISTRATIVE SECRETARY

To

Called in by Bill Carr
November 15, 1979

Supron Energy Corporation
Non-Standard Proration Unit
San Juan County

190.89 acres

W1/2 and W1/2 E1/2
Section 12-28N-11W

Angel Peak #2

79015 + 21101E
Fruitland

OIL CONSERVATION COMMISSION-SANTA FE

Memo

From

FLORENE DAVIDSON
ADMINISTRATIVE SECRETARY

To

Called in by Bill Carr
November 15, 1979

Supron Energy Corporation
Non-Standard Proration Unit
San Juan County

E1/2 E1/2 Section 12-28N-11W
W1/2 Section 7-28N-10W

192.97 acres

Chacra, Fruitland, and
Pictured Cliffs

Angel Peak #22

100515 + 7901W of Section 7

OIL CONSERVATION COMMISSION-SANTA FE

December 12, 1979

CASE _____

NSP: SF
Farmington

Application of Supron Energy Corporation for a non-standard gas proration unit, San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval of a 190.89-acre non-standard gas proration unit comprising the W/2 and W/2 E/2 of Section 12, Township 28 North, Range 11 West, Fruitland formation, ~~to be dedicated to its Angel Peak Well No. 2~~ ^{a well} to be drilled 790 feet from the South line and 2110 feet from the East line of said Section 12.

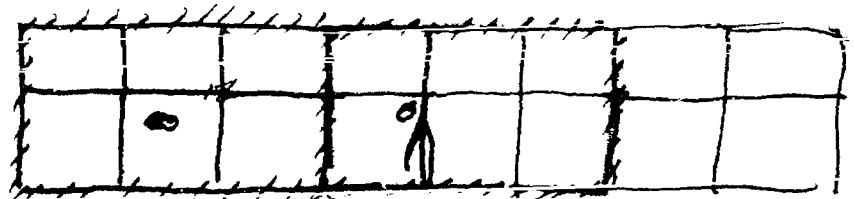
December 12, 1979

CASE _____

NSP: SF
Farmington

Application of Supron Energy Corporation for a non-standard gas proration unit, San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval of a 192.97-acre non-standard gas proration unit comprising the E/2 E/2 of ^{Township 28 North, Range 11 West,} Section 12, and the W/2 of Section 7, Township 28 North, Range 10 West, Chacra, Fruitland, and Pictured Cliffs formations, ~~to be dedicated to its Angel Peak Well No. 22~~ ^{a well} to be drilled 1005 feet from the South line and 790 feet from the West line of said Section 7.



John

DRAFT

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

dr/

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

CASE NO. 6766

Order No. R- 6234

APPLICATION OF SUPRON ENERGY CORPORATION
TWO GAS
FOR ~~A~~ NON-STANDARD/PRORATION UNITS,
SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 12,
19 79, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this _____ day of December, 19 79, the Division
Director, having considered the testimony, the record, and the
recommendations of the Examiner, and being fully advised in the
premises,

FINDS:

(1) That due public notice having been given as required by
law, the Division has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Supron Energy Corporation,
seeks approval of a 192.97 -acre non-standard gas proration unit
comprising the W/2 of Section 7, Town-
ship 28 North, Range 10 West, NMPM, ~~to be dedicated to~~
its _____, located in
Unit _____ of said Section _____

(3) That ~~each of the above described~~ each of the above described
~~the entire non-standard proration units~~ may reasonably
be presumed productive of gas from the abovesaid formations,
~~gas pool~~ said and that ~~the entire non-standard gas proration units~~ can
be efficiently and economically drained and developed by the proposed
unit well located to drain
abovesaid well
NMPM, San Juan County, New Mexico,
for the Fruitland, Pictured Cliffs and Chacra formations, and ~~the~~
a 190.89-acre non-standard gas proration unit comprising the W/2
and W/2 E/2 of said Section 12 for the Fruitland formation only,
both units to be dedicated to wells to be drilled at standard
locations thereon.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the subject formations,
~~Gas Pool,~~ will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

the application of Supron Energy Corporation for
(1) That a 192.97 -acre non-standard gas proration unit
~~in the~~ ~~Gas Pool~~ comprising the
Township 28 North, Range 10 West and the E/2 E/2
W/2 of Section 7, / of Section 12, Township 28 North
New Mexico, for the Fruitland, Pictured Cliffs and Chacra formations, and a *
Range 11 West, NMPM, San Juan County, N.M.
~~is hereby established and dedicated to its a well to be~~
~~drilled~~, located in Unit of said
Section

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

* 190.89-acre non-standard gas proration unit comprising the
W/2 and W/2 E/2 of said Section 12 for the Fruitland formation
only, ^{each} ~~both~~ units to be dedicated to ^a wells to be drilled at a
standard locations thereon is hereby approved.
~~are hereby established.~~ San Juan County, New Mexico.