CASE 6834: CONOCO INC. FOR A DUAL COM-PLETION AND UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO

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# CASE NO.

6834

APPlication,
Transcripts,
Small Exhibits,

ETC.

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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 26 March 1980

#### EXAMINER HEARING

#### IN THE MATTER OF:

Application of Conoco, Inc., for a dual ) completion, and unorthodox well loca- ) tion, Lea County, New Mexico. )

CASE 6834

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

#### APPEARANCES

For the Oil Conservation Division:

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

For the Applicant:

W. Thomas Kellahin, Esq. KELLAHIN & KELLAHIN 500 Don Gaspar Santa Fe, New Mexico 87501

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#### I N. D. E X

# HUGH INGRAM

Direct Examination by Mr. Kellahin Cross Examination by Mr. Stamets

#### EXHIBITS

Applicant	Exhibit	One, Plat	4
Applicant	Exhibit	Two. Plat	
Applicant	Exhibit	Three, Structure Map	€
Applicant	Exhibit	Four, Structure Map	
Applicant	Exhibit	Five, Schematic	8
Applicant	Exhibit	Six, Application	8

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MR. STAMETS: We'll call next Case 6834.

MR. PADILLA: Application of Conoco, Inc.,

for a dual completion and unorthodox well location, Lea County, New Mexico.

MR. STAMETS: Call for appearances.

MR. KELLAHIN: I'm Tom Kellahin of Santa

Fe, New Mexico, appearing on behalf of the applicant, and I have one witness.

# (Witness sworn.)

#### HUGH INGRAM

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

# DIRECT EXAMINATION

BY MR. KELLAHIN:

Q Would you please state your name, by whom you're employed, and in what capacity?

A. My name is Hugh Ingram. I am employed with Conoco, Inc., as Conservation Coordinator.

Q. What is the applicant seeking to accomplish, Mr. Ingram?

A. We wish to drill and complete a southeast

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Monument	dual	oil	well	at	an 1	unorth	xobc	location	n.		
	Q		Purs	suan	t t	o that	app]	lication	have	you	had

Yes, we do.

certain exhibits prepared?

Q Have you made a study of the facts surrounding this particular application?

I have.

Have you previously testified before the Oil Conservation Division as an expert witness?

Yes.

And what is your official duties with Continental Oil?

My primary duties are in the conservation I also work in the areas of unitization, environmental work.

Under your direction and supervision do certain geologists and engineers compile data from which you have made a summary and are prepared to testify today?

MR. KELLAHIN: We tender Mr. Ingram as an expert witness.

MR. STAMETS: The witness is considered qualified.

Would you please refer to what we've marked as Exhibit Number One and identify it?

Exhibit Number One is a location plat
A. Exhibit Number one Monument Well No. 107
A Exhibit the Annument Well No. 107 showing the location for our Southeast Monument Well No. 107
from the south line and
to be located 2615 feet 175m from the east line of Section 19, Township 20 South, Range
38 East, Lea County, New Mexico.

What acreage would be dedicated to the well?

A The northwest quarter of the southeast quarter of Section 19 will be dedicated.

And what two formations are going to be dually completed in this well?

A. We plan to dually complete as an oil well in the Blinebry oil and gas pool and an oil well in the Skaggs-Drinkard Pool.

Q Would you refer us to Exhibit Number Two and identify subject well location?

A Yes. I might add, too, that there is an existing Blinebry-Drinkard dually completed well in this area, and Exhibit Number Two shows that well, and it is Well No.

21, south and slightly east.

Q. Just a minute. I can't find it. In Section --

Section 19.

Q Section 19, Well No. 21?

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Well No. 21, and Unit letter O, was recompleted as a dual Blinebry oil and Skaggs-Drinkard gas well by authority of Order R-3900, dated December 24th, 1969. The Drinkard was subsequently reclassified as an oil well and the Blinebry and Drinkard zones are now downhole commingled, by authority of Order R-4913.

Identify for us the subject well, Well No. 107?

Well No. 107 is identified by a red arrow there near the center of Section 19.

Why have you sought this particular location?

If you would look at Exhibit Number Three, a structure map drawn on the top of the Blinebry, it indicates that insofar as a prospect for a successful Blinebry-Drinkard completion is concerned, a standard location would be acceptable. Now, I do not have a structure map showing the Drinkard, but it would be very similar to the one for the Blinebry.

We wish to drill at the proposed location in order to gain information concerning the prospect for infill drilling in our Skaggs Grayburg Pool Waterflood project.

Do you have a structure map of the Grayburg?

A. Yes.

Q Is that Exhibit Four?

A Exhibit Number Four is a structure map of the Grayburg.

Q Let's look at that, if you please.

A Ckay. You'll notice that Well No. 107 is located approximately midway between our Southeast

Monument Unit Permian Wells Nos. 18 and 32, which have been Grayburg water injection wells since 1961.

Now, this structure map, or Exhibit Number Four is a structure map of the Grayburg, and it shows that the proposed location would be favorable insofar as the Grayburg is concerned, and although it is intended to dually complete and produce the Blinebry and Drinkard formations in No. 107, it's proposed to drill at the infill location for the Skaggs Grayburg Pool so that we can evaluate the Grayburg pay discontinuities, and gather information on the feasibility of future infill drilling for this reservoir.

Q If I understand you correctly, the subject well is intended to be approximately equidistant from the two injection wells, Well No. 32 and Well No. 18.

A. That's right.

Q And in your opinion, that's the optimum location from which to test the Grayburg formation?

A Yes. The performance of our waterflood in the Skagg Grayburg has been typical for a reservoir having poor pay continuity and low producing rates and high fluid input/out ratio, and drilling this well at this location, we intend to drill stem test the Grayburg formation as we pass through it.

Q All this acreage, including the proration units offsetting the subject well are all dedicated to the same Continental operated properties?

A That's right. This location is -- the proration unit would not be offset by any other operator.

Q Would you identify Exhibit Five and explain the information which it contains?

matic, showing all casing strings, sizes, setting depths, cementing data, packer, and so forth, and is in compliance with standards set by the New Mexico Oil Conservation Division.

Q. Specifically, the wellbore schematic conforms to New Mexico Oil Conservation Rule 107.

A. That's right.

Q Identify Exhibit Number Six for us.

A. Exhibit Number Six is an application for multiple completion form, showing pertinent data for Well No. 107.

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Q In your opinion, Mr. Ingram, will approval

of this application be in the best interests of conservation,

the prevention of waste, and the protection of correlative

rights?

A Yes, it will.

MR. KELLAHIN: That concludes our examination and we move the introduction of Exhibits One through Six.

MR. STAMETS: These exhibits will be admitted.

#### CROSS EXAMINATION

BY MR. STAMETS:

Q Mr. Ingram, what's the status of the Blinebry and Drinkard production around this well?

- A. The only Blinebry -Drinkard --
- Q Is that shown on your Exhibit Number Two?
- A. Exhibit Number Two, there's only one
  Blinebry-Drinkard well in this area, and that is Well No. 21
  Now, there is Blinebry production to the east over in the
  adjoining section to the east, down in the southwest quarter
  and there's some Blinebry wells.

The nearest Drinkard production, other than No. 21, is over on the west side of the unit in Section 23 and 15, over in there.

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	Q.	The	prime	reason	for	drilling	a	well	is
to gain	information	no n	the G	rayburg	pro	ject?			

- A Yes, at this location.
- Q. Why aren't you going to try to make a Grayburg well at this time?
- A. Well, we think that the prospects for Blinebry and Drinkard are here, and the -- the well at this location will give us information that would tell us whether we want to pursue the study of infill drilling in the Skaggs Grayburg Waterflood Project.

MR. STAMETS: Are there any other questions of this witness? He may be excused.

Do you have anything further in this case?

MR. KELLAHIN: No, sir.

MR. STAMETS: The case will be taken

under advisement.

(Hearing concluded.)

#### REPORTER'S CERTIFICATE

I, SALLY W. BOYD, C. S. R., DO HEREBY CERTIFY that the foregoing 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.

Sarry W. Brid C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1980 heard by me on 3-23 heard by me on Conservation Division

SALLY W. BOYD, C.S. Rt. 1 Box 193-B
Santa Rt. New Mercho 57301
Phone (305) 455-7409

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STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 26 March 1980

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Richard L. Stamets

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HUGH INGRAM

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# EXHIBITS

Applicant Exhibit One, Plat

Applicant Exhibit Two, Plat

Applicant Exhibit Three, Structure Map

Applicant Exhibit Four, Structure Map

Applicant Exhibit Five, Schematic

Applicant Exhibit Six, Application

LLY W. BOYD, C.E.F. Rt. 1 Box 193-8 Sents Ft., New Mexico 57901 Phone (503) 455-7409

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Monument dual oil well at an unorthodox location. Pursuant to that application have you had certain exhibits prepared? Yes, we do. Have you made a study of the facts surrounding this particular application? I have. Have you previously testified before the Oil Conservation Division as an expert witness? Yes. And what is your official duties with Continental Oil? My primary duties are in the conservation area. I also work in the areas of unitization, environmental work. Under your direction and supervision do certain geologists and engineers compile data from which you have made a summary and are prepared to testify today? A. Yes. MR. KELLAHIN: We tender Mr. Ingram as an expert witness. MR. STAMETS: The witness is considered qualified. Would you please refer to what we've

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Specifically, the wellbore schematic conforms to New Mexico Oil Conservation Rule 107.

That's right.

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	Page
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and the second second second second	MR. KELLAHIN: No, sir.
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w.woa	
	(Hearing concluded.)

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I, SALLY W. BOYD, C. S. R., DO HEREBY CERTIFY that the foregoing 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.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No.

19.

19.

Conservation Division

SALLX W. BOYD, C.S.R Rt. 1 Box 193-3 Santa Pe, New Mendo 77901 Phone (203) 435-7409 

# STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

April 17, 1980

POST OFFICE BOX 2068 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Mr. Thomas Kellahin Kellahin & Kellahin Attorneys at Law	Re:	CASE NO. ORDER NO.	683 <b>4</b> R <b>-6307</b>	
Post Office Box 1769 Santa Fe, New Mexico		Applicant	:	
			onoco	Inc.
Dear Sir:				
JOE D. RAMEY Director				
JDR/fd				
Copy of order also sent to:				
Hobbs OCD <u>x</u> Artesia OCD <u>x</u> Aztec OCD				

#### 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. 6834 Order No. R-6307

APPLICATION OF CONOCO INC. FOR A DUAL COMPLETION AND UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 26, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 15th day of April, 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, Conoco Inc., seeks authority to complete its SEMU Burger Well No. 107, located at an unorthodox location 2615 feet from the South line and 2615 feet from the East line of Section 19, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Blinebry Oil and Gas and Drinkard Pools.
- (3) That the proposed unorthodox location is to permit the applicant to gather technical data and attempt to increase the recovery of hydrocarbons from each of said pools.
- (4) That the location is an interior location on applicant's SEMU Burger Lease and there are no offset operators.
- (5) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

-2-Case No. 6834 Order No. R-6307

(6) That approval of the subject application will serve to prevent waste and protect correlative rights.

# IT IS THEREFORE ORDERED:

(1) That the applicant, Conoco Inc., is hereby authorized to complete its SEMU Burger Well No. 107, located at an unorthodox location 2615 feet from the South line and 2615 feet from the East line of Section 19, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Blinebry Oil and Gas and Drinkard Pools through parallel strings of tubing with separation of the zones to be achieved by means of a packer.

PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Division Rules and Regulations insofar as said rule is not inconsistent with this order;

PROVIDED FURTHER, that the applicant shall take packer leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Drinkard Pool.

(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.

> STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY Director

SEAL

# NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Supersedes C-128 Effective 14-65

All distances must be from the outer boundaries of the Section Well No. Operator Conoco Inc. SEMU Burger 107 l'uwnship Unit Letter Section Runge 20 South 38 East Actual Footage Location of Well: 2615 2615 South feet from the Ground Lovel Elov. Producing Formation Pool Dedicated Acreuge: 3536.7 Blinebry/Drinkard Blinebry Oil & Gas/Skaggs Drinkard 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation Yes No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-CERTIFICATION I hereby certify that the information con tained herein is true and complete to the of my knowledge and belief. S/ W.A. Butterfield Adm. Supervisor Conoco Inc. 2/21/80 107 I hereby certify that the well location on this plat was plotted from field of actual surveys made by me or er my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed January 12, 1979 Registered Professional Engineer and/or Land Surveyor S/ John West Certificate No.

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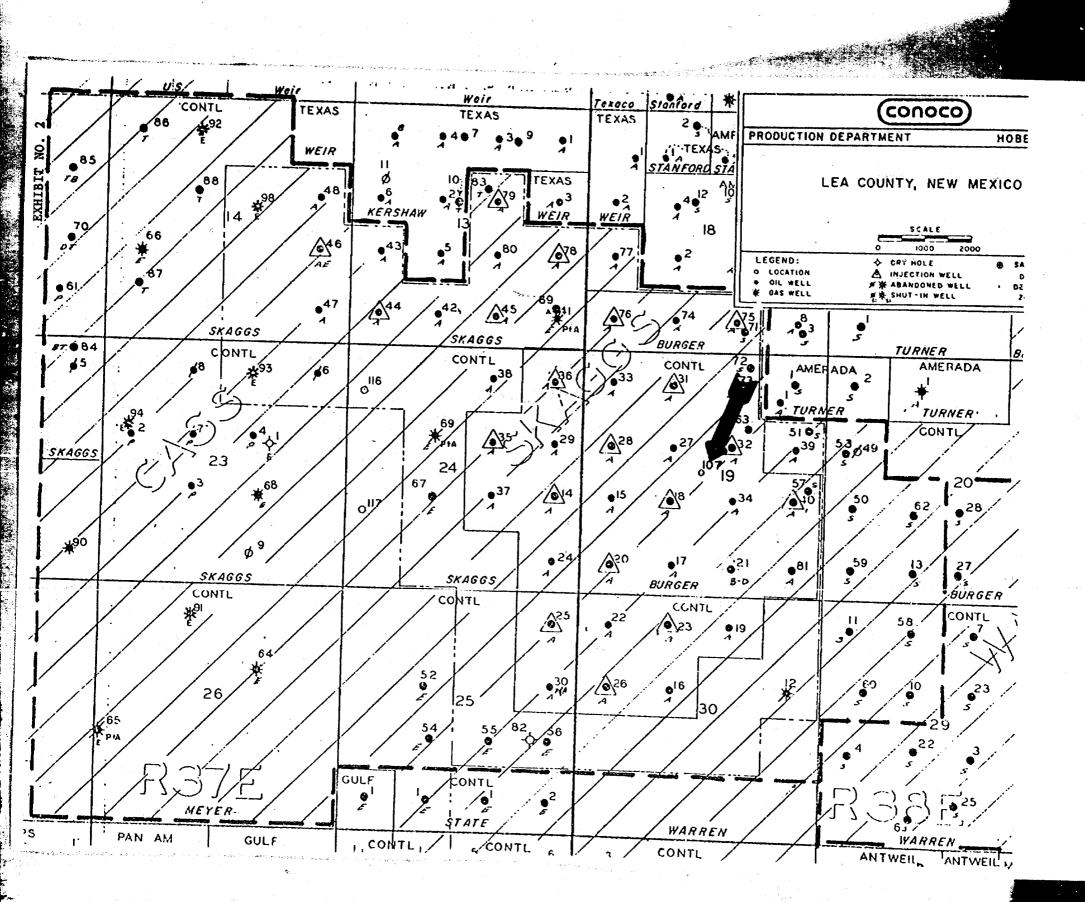
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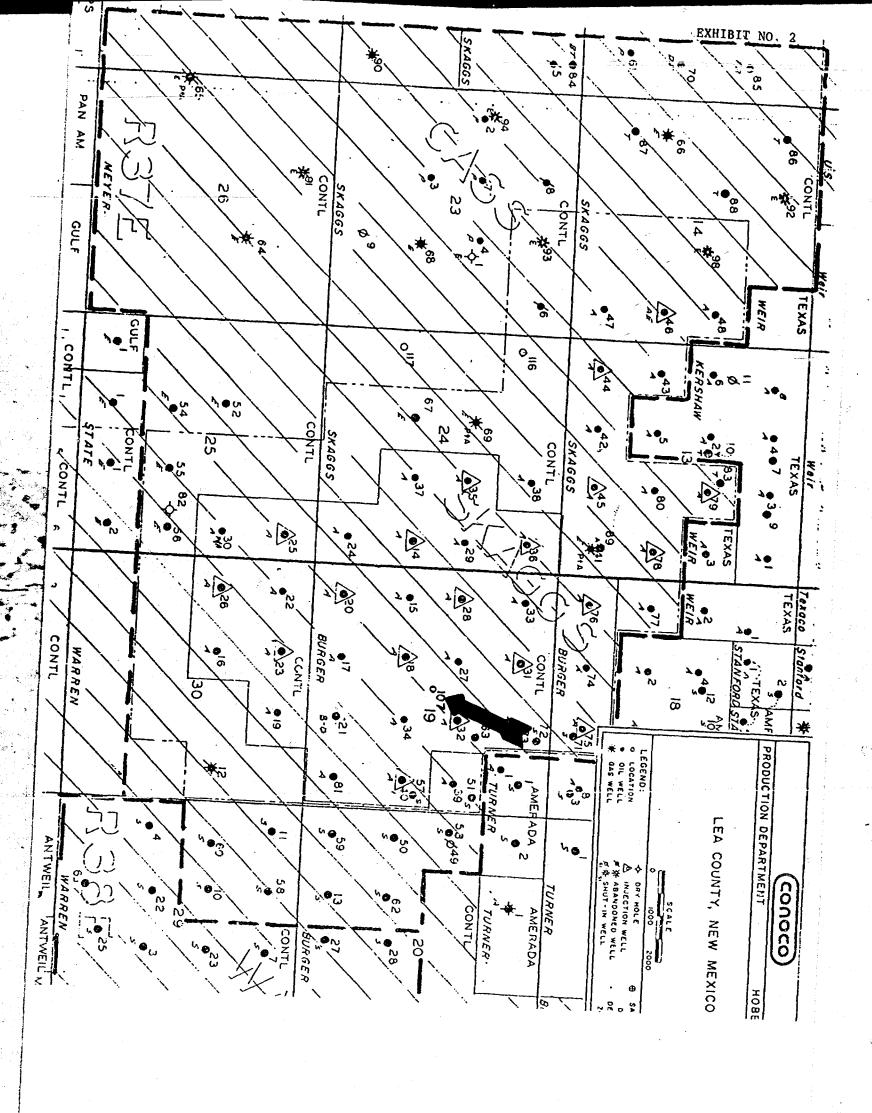
BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO. 1

CASE NO. 6834

Submitted by Canaca class.
Hearing Date 3/26/80





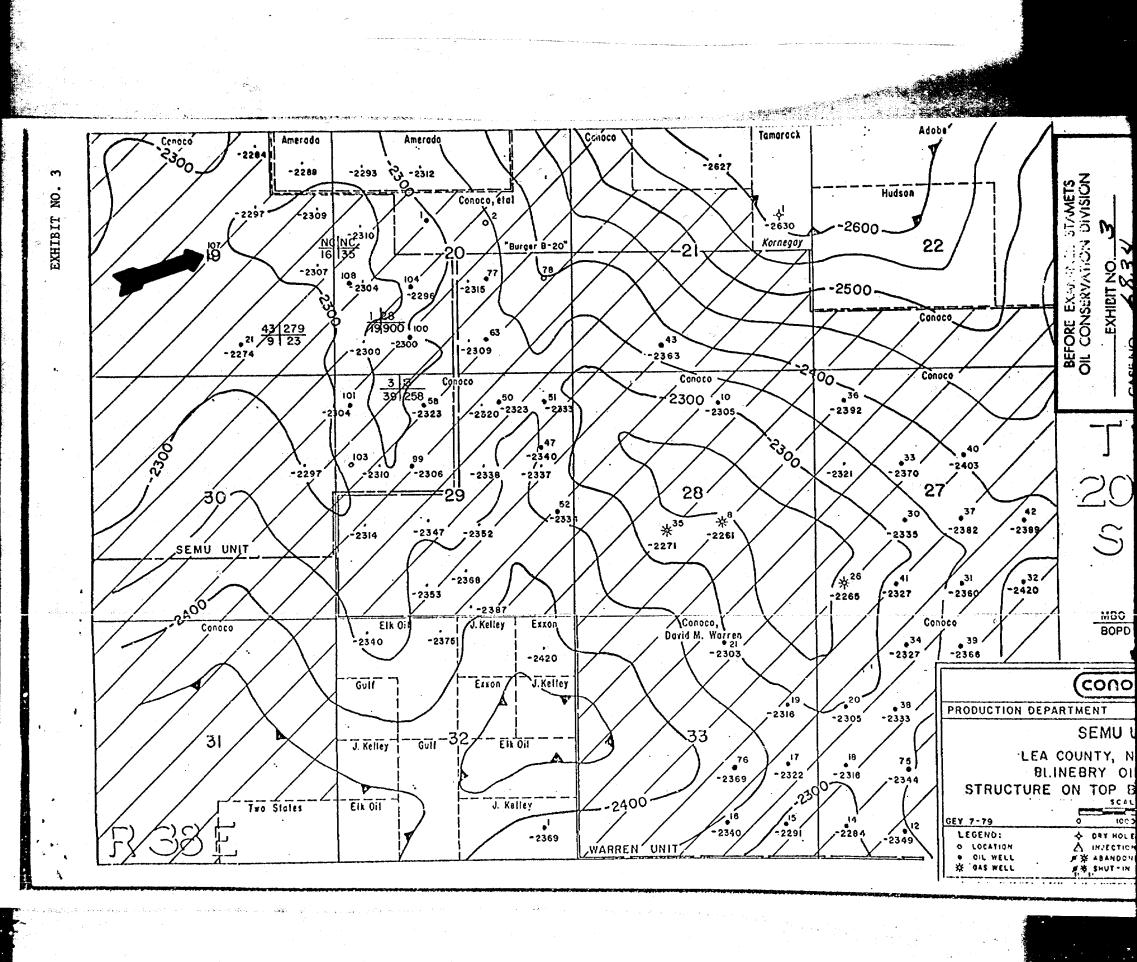
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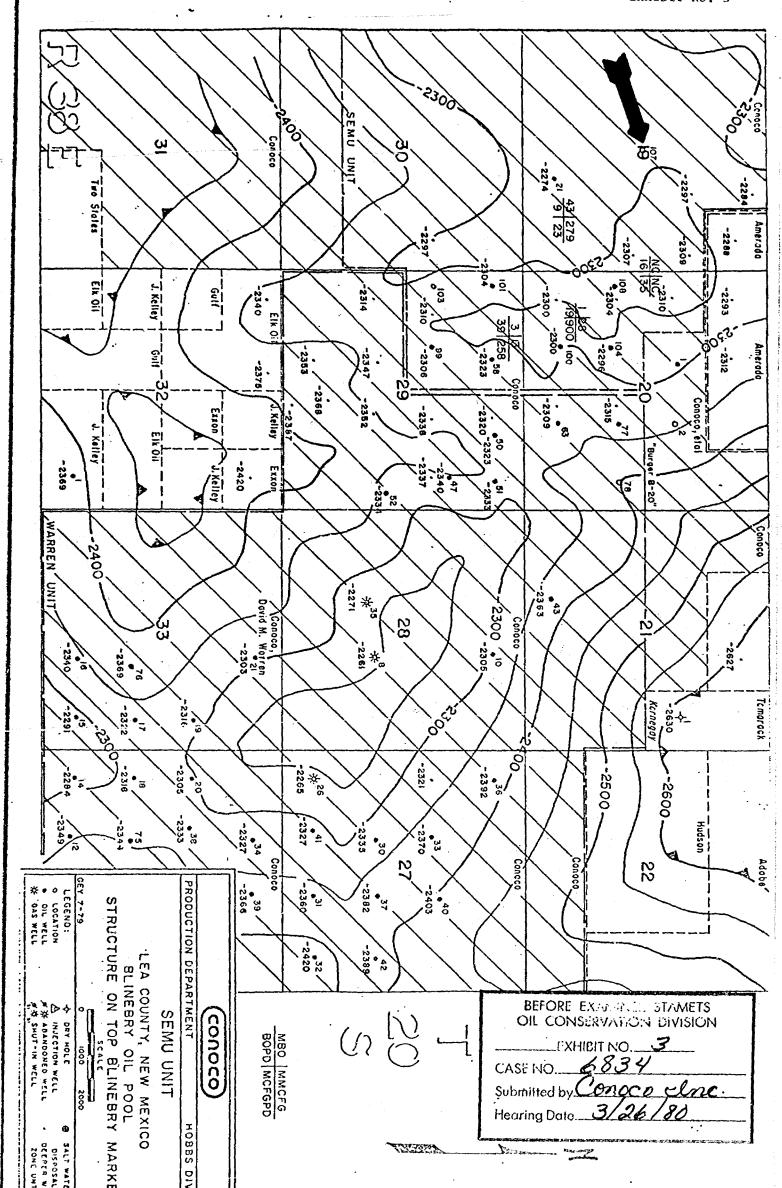
EXHIBIT NO. 2

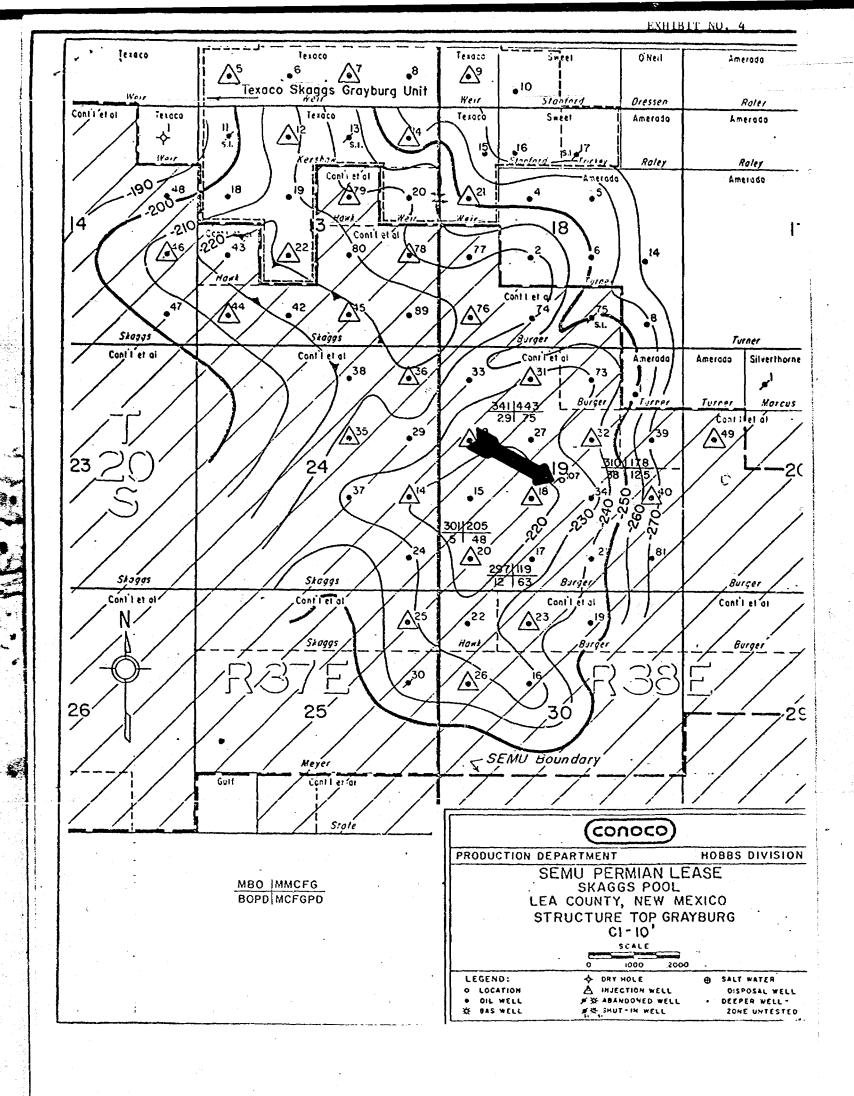
CASE NO. 6834

Submitted by Conoco Inc.

Hearing Date 3/26/80







BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO. 4

CASE NO. 6834

Submitted by Conco clarc.
Hearing Date 3/26/80

PROPOSED WELLBORE
SEMU BURGER NO. 107

BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO. 5

CASE NO. 6834

Submitted by Conoco conc.

Hearing Coto. 3/26/80

Exhibit No. 6

#### HEW MEXICO OIL CONSERVATION COMMISSION

#### SANTA FE, NEW MEXICO

5-1-61

# APPLICATION FOR MULTIPLE COMPLETION

Conoco Inc.	•	County	Date
<del></del>		Lea	March 21, 1980
dress P. O. Box 460 Hobb	bs, N. M. 88240	Lease SEMU Burger	Well No. 107
		Township	Range
Well I	19	20-S	37-E
Has the New Mc xico Oil Conservation	on Commission beretofore au	thorized the multiple completion	n of a well in these same pools or in the
same zones within one mile of the au If answer is yes, identify one such in-	_	<del></del>	and Wall No.
it answer to yea, identity ode such in:	stance. Order No.	, Operator, Lease,	and wen 110,
	<u> </u>		
The following facts are submitted:	Upper Zone	Intermediate Zone	Lower Zone
a. Name of Pool and Formation	Blinebry Oil & Ga	s	Drinkard
b. Top and Bottom of			
Pay Section	5857 ***		6665
(Perforations)	023		
c. Type of production (Oil or Gas)	011		011
d. Method of Production	Artificial Lift		Amaics -1 -1 13C-
(Flowing or Artificial Lift) The following are attached. (Please:			Artificial Lift
** d. Electrical log of the well			
** d. Electrical log of the well of thereon. (If such log is not List all offset operators to the lease of the conoco Inc. is offset of	or other acceptable log with available at the time applic on which this well is located operator.	ation is filed, it shall be submited together with their correct ma	itted as provided by Rule 112-A.)
** d. Electrical log of the well of thereon. (If such log is not List all offset operators to the lease of the conoco Inc. is offset of the Electric logs will be seen the end of the end o	or other acceptable log with available at the time applic on which this well is located operator.  Submitted when well	ation is filed, it shall be submited together with their correct ma	itted as provided by Rule 112-A.)
** d. Electrical log of the well of thereon. (If such log is not List all offset operators to the lease of the third that the control of the lease o	or other acceptable log with available at the time applic on which this well is located operator.  Submitted when well	ation is filed, it shall be submited together with their correct ma	itted as provided by Rule 112-A.)
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BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO.

CASE NO. 6834

Submitted by Canaca True.

Hearing Date 3-26-80

## NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section Operator Well No. SEMU Burger Conoco Inc. 107 Unit Letter Section Township County 20 South Lea Actual Footage Location of Well: 2615 2615 leet from the East Ground Level Elev: Producing Formation Dedicated Acreage: Pool 3536.7 Blinebry/Drinkard Blinebry Oil & Gas/Skaggs Drinkard 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation Yes No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commis-CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. S/ W.A. Butterfield Adm. Supervisor Conoco Inc. 2/21/30 I hemby certify that the well location shown on this plat was platted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. Date Surveyed <u>January 12.</u> Registered Professional Engineer and/or Land Surveyor S/ John West Certificate No.

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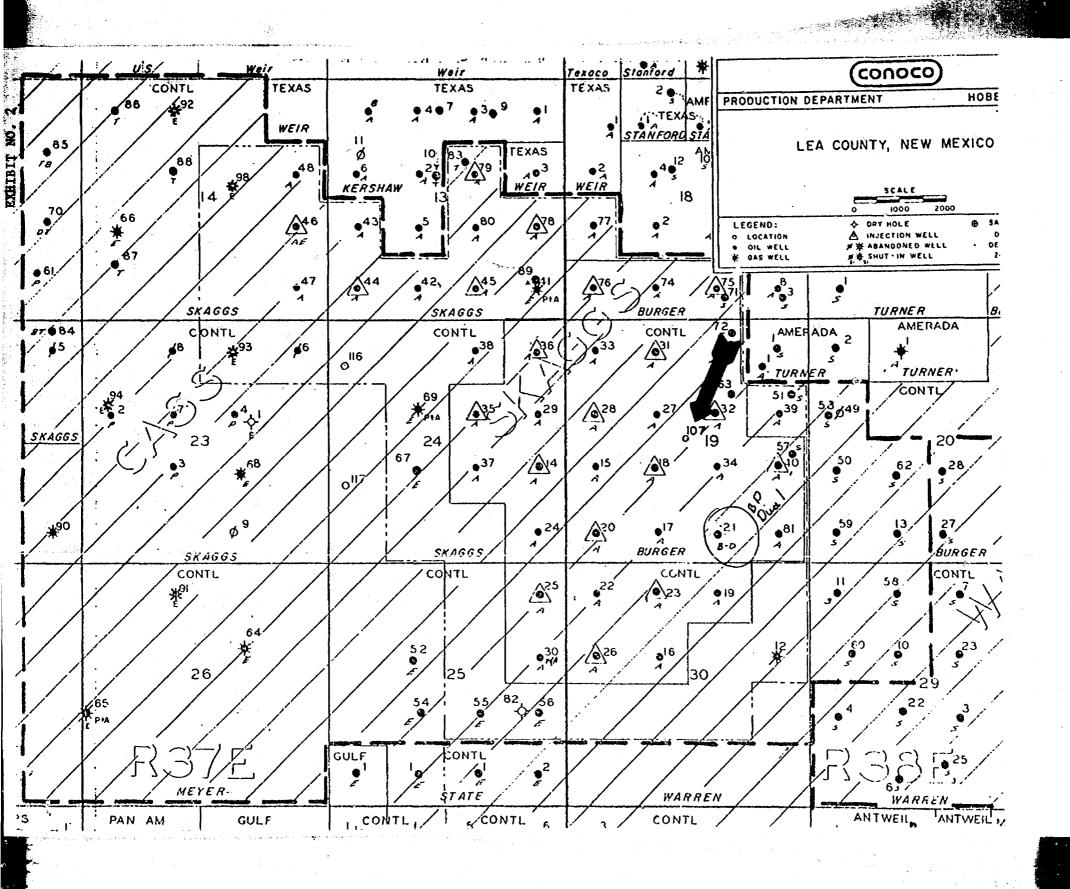
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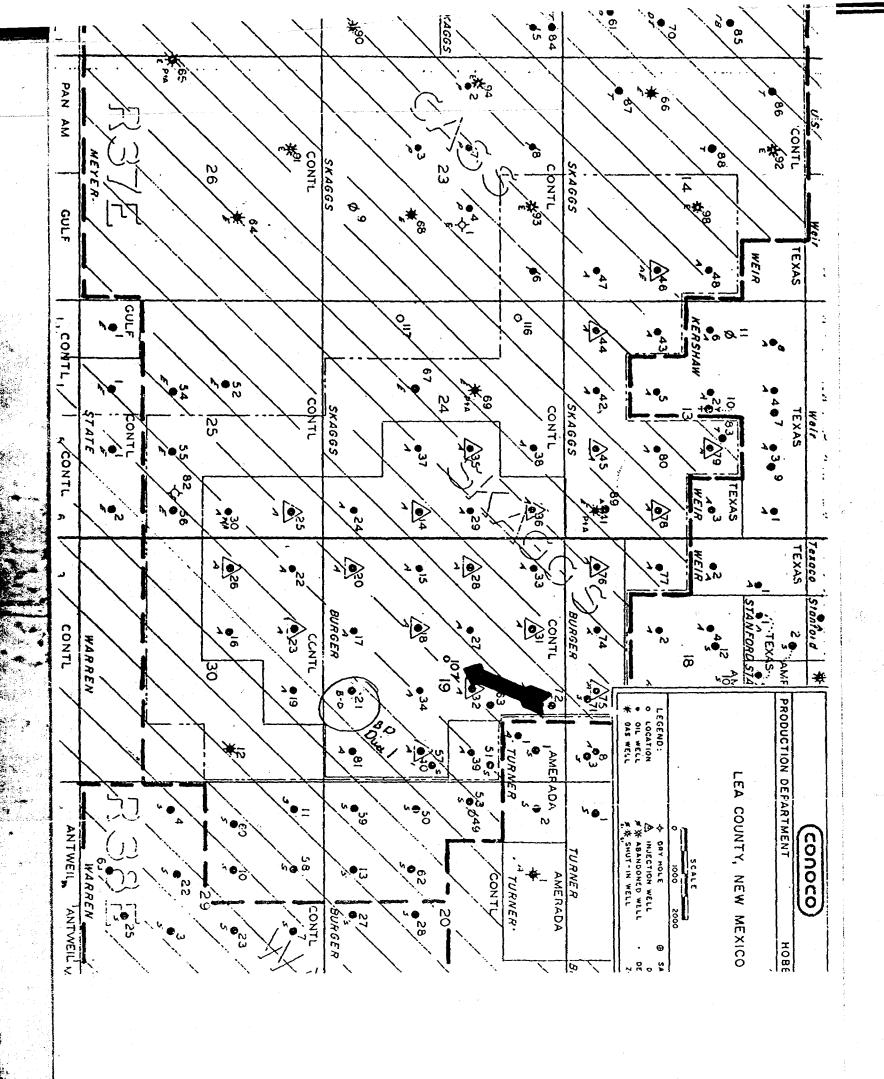
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BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

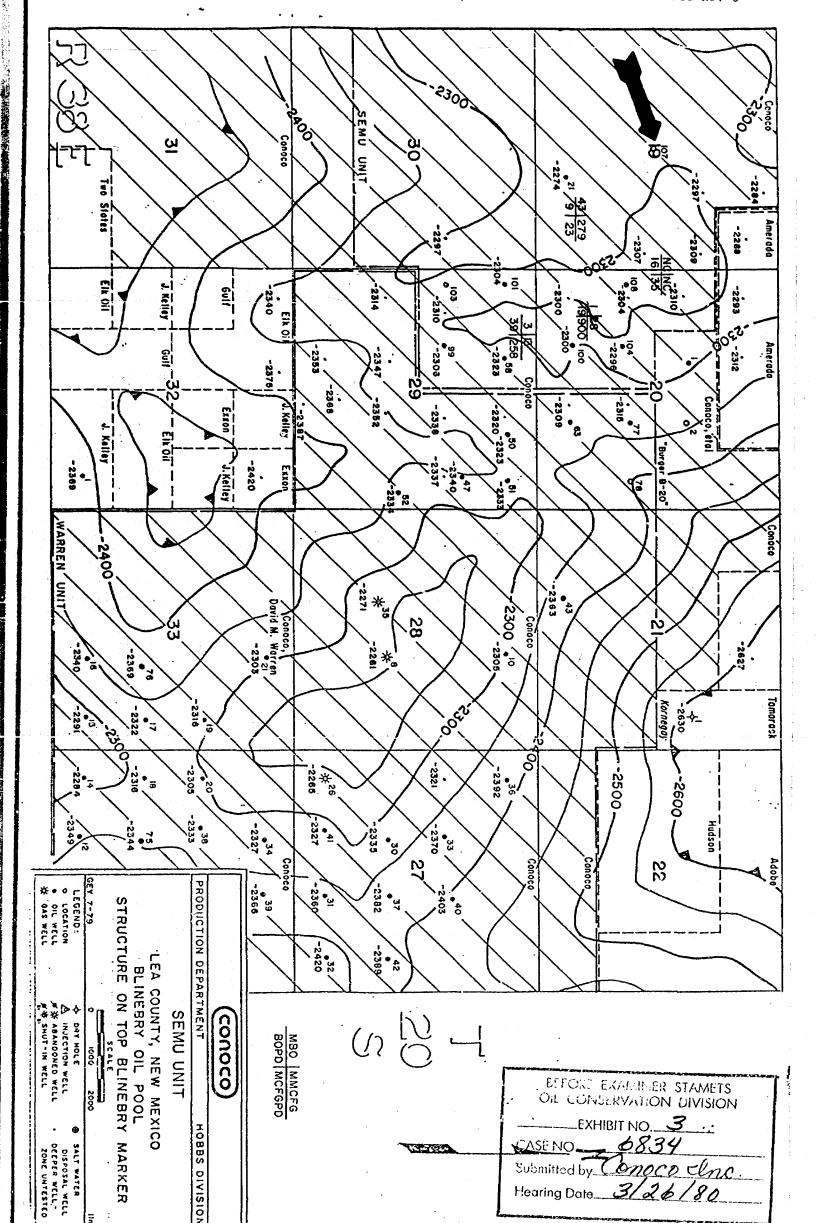
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CASE NO. 68.34

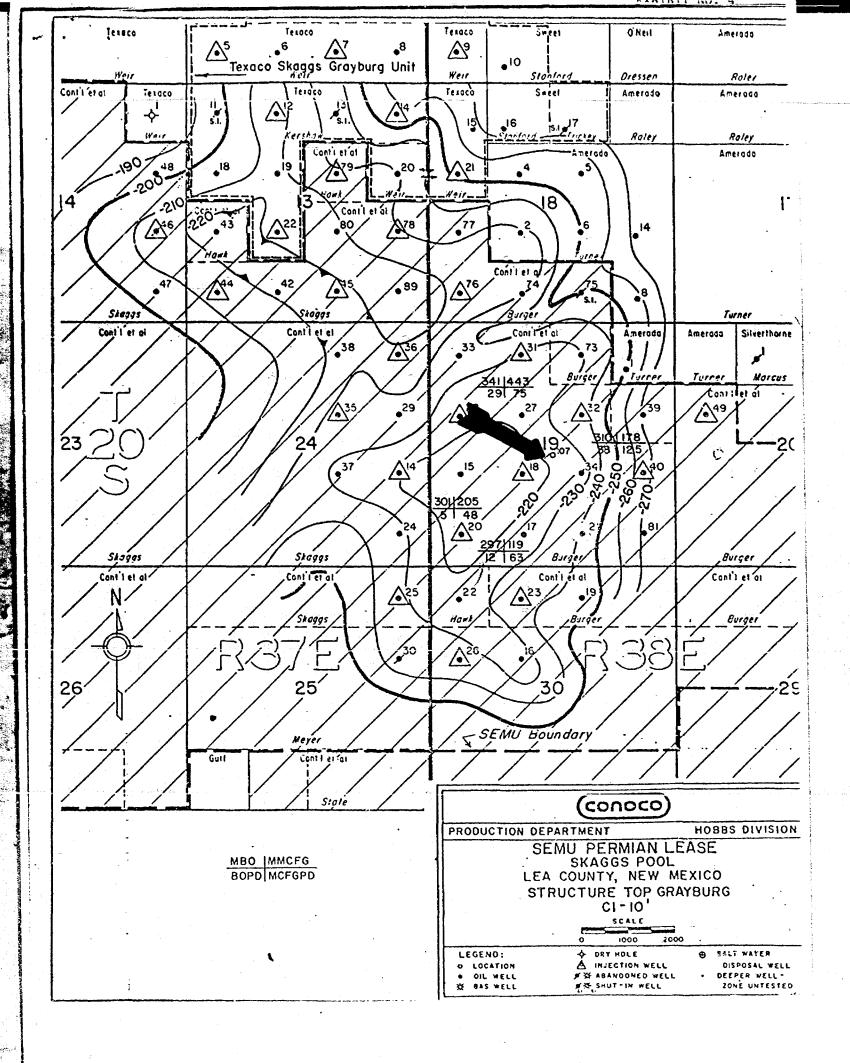
Submitted by Conoco Anc.
Hearing Date 3/26/80





BEFORE EXAMINER STAMETS OIL CONSERVATION DIVISION
EXHIBIT NO. 2
CASE NO. 6834
Submitted by Congco clnc
Hearing Date 3/2/6/80
CONTROL CONTRO





BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO. 4

CASE NO. 6834

Submitted by Conco Lnc.

Hearing Date 3/26/80

Blinebry 2-3/8" Buttress tubing Drinkard 2-3/8" Buttress tubing & 1-1/4" IJ Tubing vent SEMU BURGER NO. 107 2615' FSL & 2615' FEL Sec. 19, T-20S, R-38E Lea County, New Mexico 400'-20" 94# H-40 Casing 2800'-13-3/8" 61# J-55 Casing 4250'-9-5/8" 47# N-80 Casing 58501 Blinebry - shot selectively 6000' 6690' Drinkard - shot selectively 7015' - 7" 26# Liner PROPOSED WELLBORE SEMU BURGER NO. 107 BEFORE EXAMINED STAMETS OIL CONSERVATION DIVISION

EXHIBIT NO. 5

CASE NO. 6834

Submitted by Conoco Unc.
Hearing Date. 3/26/80

EXHIBIT NO. 2

Exhibit No. 6

#### NEW MEXICO OIL CONSERVATION COMMISSION

#### SANTA FE, NEW MEXICO

5-1-61

## APPLICATION FOR MULTIPLE COMPLETION

perator Conoco Inc.		County	Lea	Date March 21 1990			
dress	Lease	LEA	March 21, 1980				
	bs, N. M. 882		EMU Burger	107			
والمراجع	Section	Township		Range			
Well I	19		20-S	37-E			
Has the New Mexico Oil Conservati				of a well in these same pools or in th			
same zones within one mile of the s If answer is yes, identify one such in		-		ed Well No.:			
The following facts are submitted:	Uppe Zone	er e	Intermediate Zone	Lower Zone			
a. Name of Pool and Formation	Blinebry Oil	& Gas		Drinkard			
b. Top and Bottom of							
Pay Section	5857 ***	1		6665'			
(Perforations)	1						
c. Type of production (Oil or Gas)	011	4 1 To 1		011			
d. Method of Production							
(Flowing or Artificial Lift) The following are attached, (Please	Artificial L	itt		Artificial Lift			
Yes b. Plat showing the location operators of all leases offs * c. Waivers consenting to an have been furnished copic ** d. Electrical log of the well	on and type of packers of all wells on appli- cetting applicant's less ch multiple completion es of the application. or other acceptable l	s and side door of cant's lease, all ase.  on from each offs.  tog with tops and	hokes, and such other in offset wells on offset let operator, or in lieu the bottoms of producing z	nformation as may be pertinent. leases, and the names and addresses lereof, evidence that said offset opera ones and intervals of perforation indic			
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after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.

NOTE: If the proposed multiple completion will result in an unorthodox well location and/or a non-standard protation unit in either or both of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

Exhibit No 6

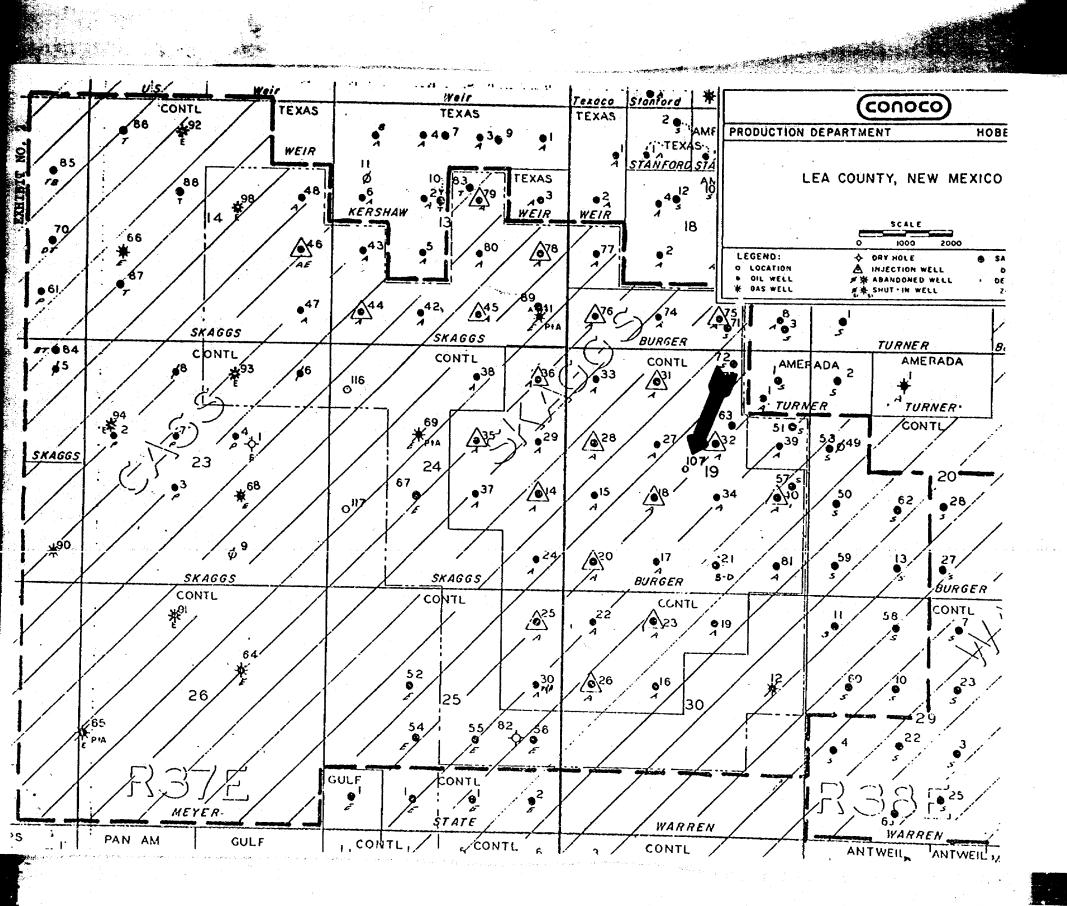
# NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

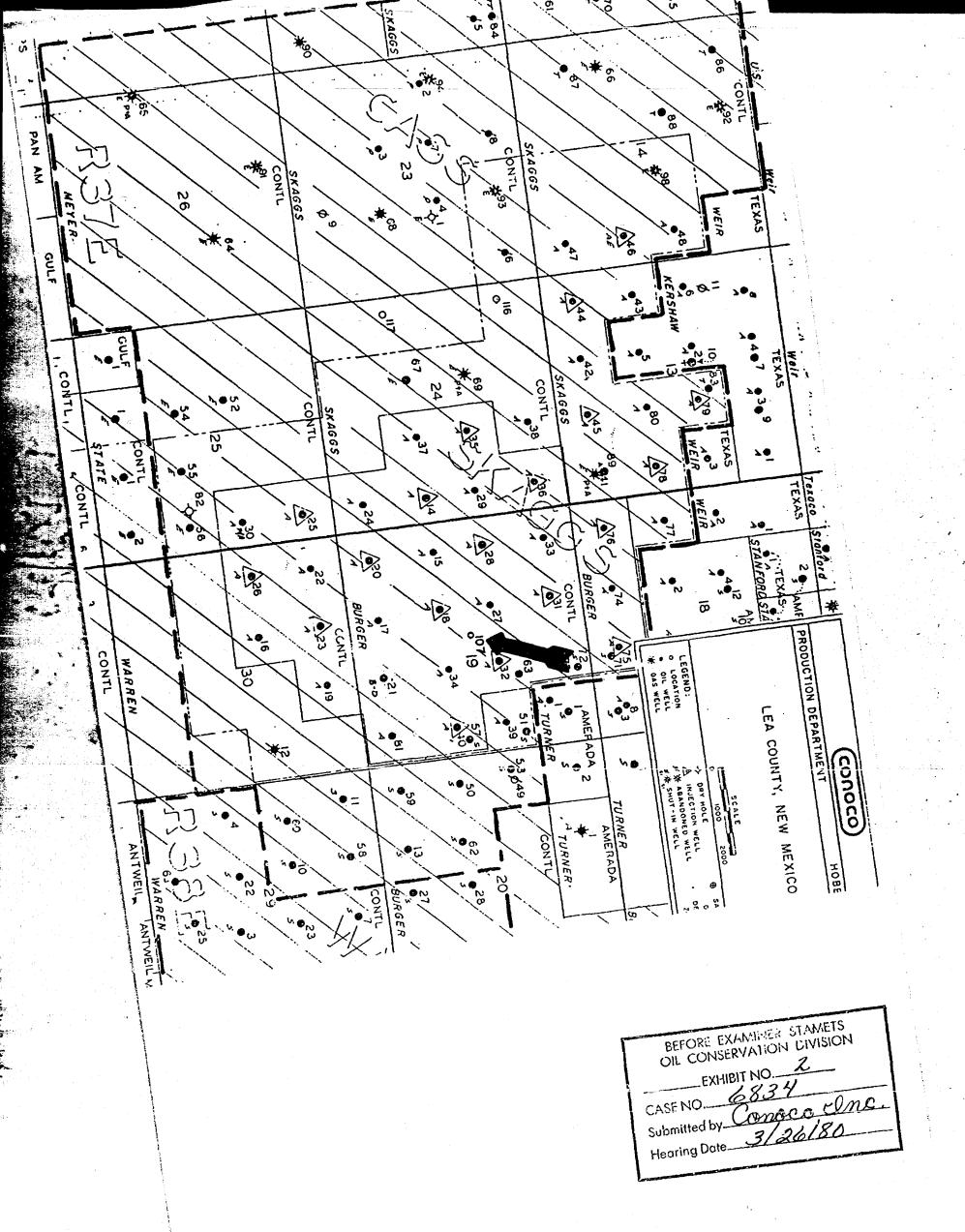
Form C-102 Supersedes C-128 Effective 1-1-85

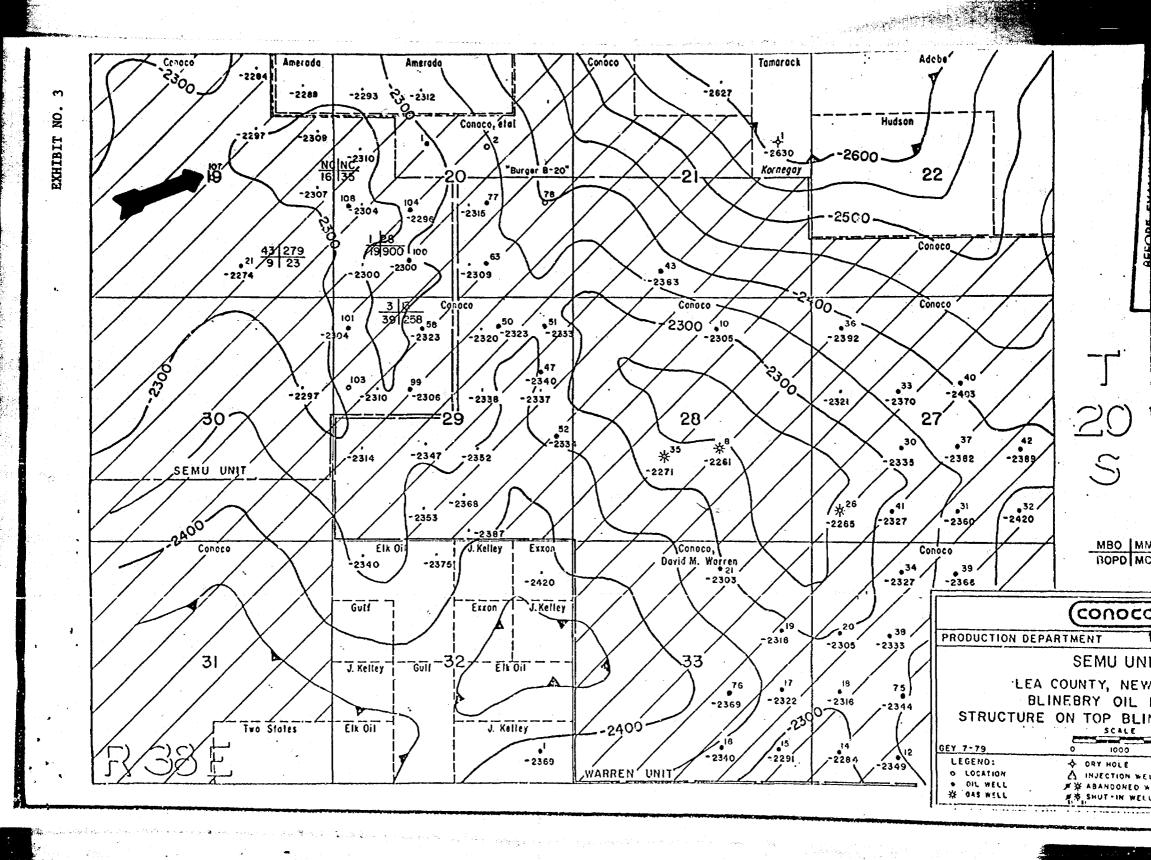
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Conoco Inc.					5	EMU Burger		107			
Unit Lotter	Section Township		Hung		County						
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Actual Poology Location of Well;											
2615	toot in		outh	line and	2615	lee	t from the	East	line		
Ground Level Elev.	P	roducing For			Pool		20.0	1	ated Acreoger		
3536.7		Blinebry	//Drinka	rd	Blineb	ry 011 & 0	as/Skag	gs Drinkard	40 Acres		
				·	·	•		marks on the plat			
interest ar			dedicated	to the well,	outline	each and ide	ntily the c	ownership thereof	(both as to working		
			and the second second	vnership is d , force-poolin		to the well,	have the i	nterests of all o	wners been consoli-		
☐ Yes		o If an	SWCT is "	yes;" type of	consoli	dation					
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If answer	is "no!	' list the	owners an	d tract descr	iptions v	which have ac	tually be	en consolidated.	Use reverse side of		
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BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

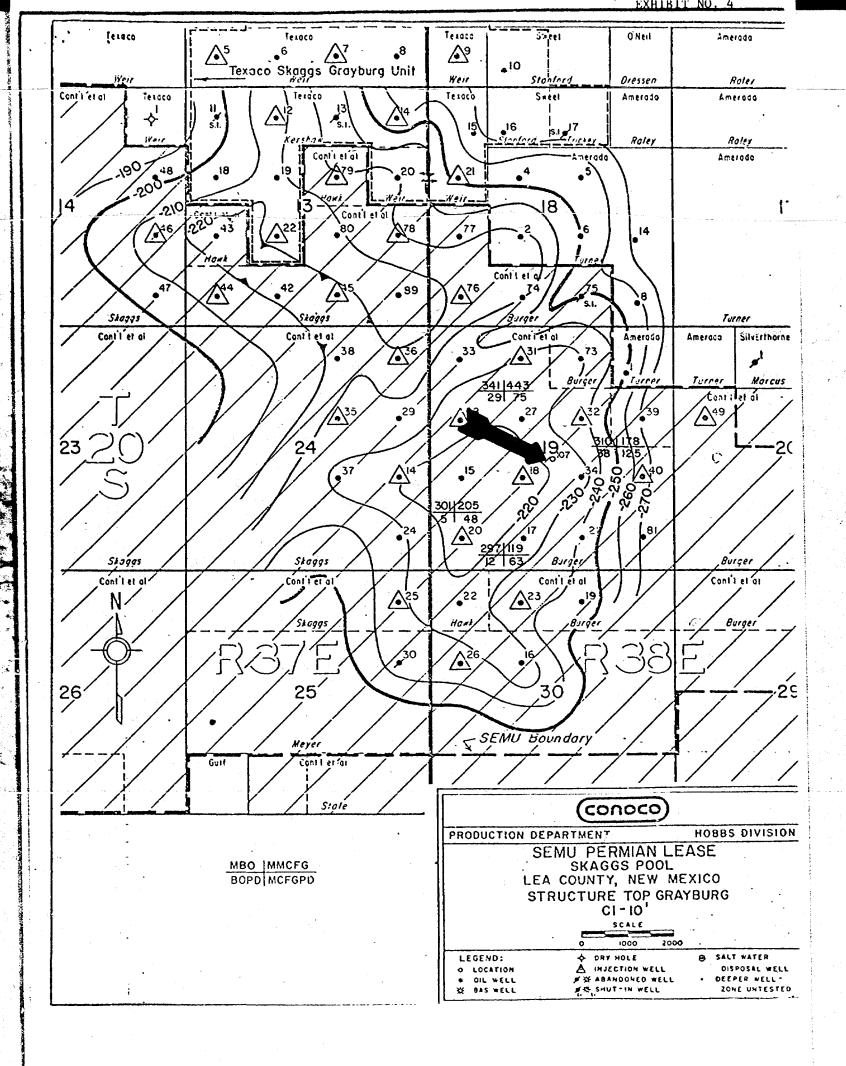
EXHIBIT NO. /
CASE NO. 6834'
Submitted by Concocinc.
Tiegring Date. 3/26/80







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EXHIBIT NO. 3.		BEFORE EXAMINER STAMETS OIL CONSERVATION DIVISION
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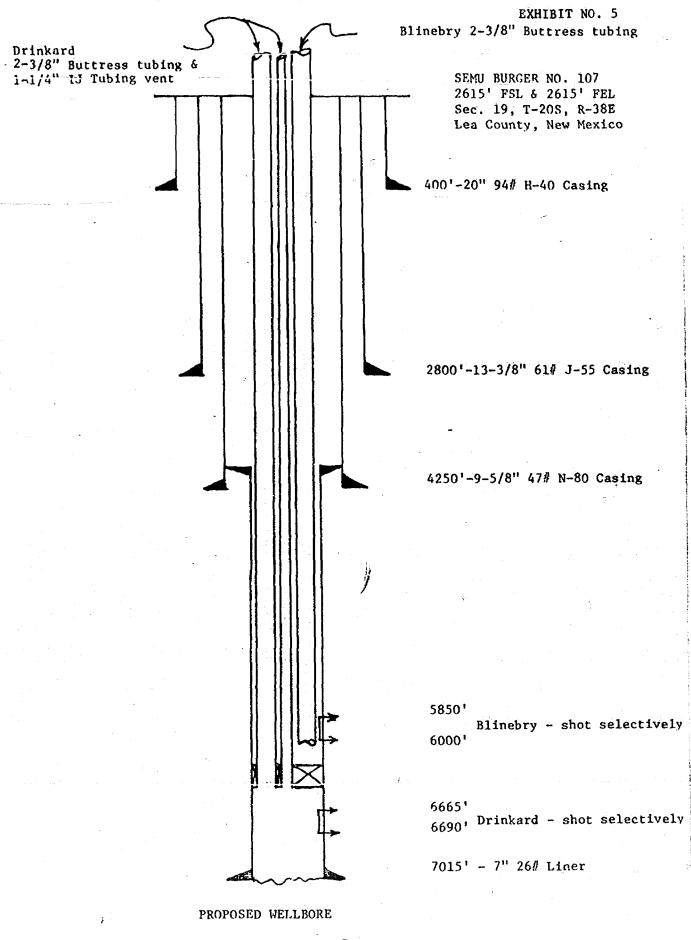
BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION

EXHIBIT NO. 4

CASE NO. 6834

Submitted by Conoco clac.

Hearing Daie 3/26/80



SEMU BURGER NO. 107

BEFORE EXAMINER STAMETS OIL CONSERVATION DIVISION EXHIBIT NO. 5 CASE NO. 6834
Submitted by Conoco close. Hearing (2010 3/26/80

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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 March 1980

EXAMINER HEARING

IN THE MATTER OF:

Application of Conoco, Inc., for a dual ) completion and unorthodox well location, ) Lea County, New Mexico.

6834

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division:

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

Santa Fe, New Metdo 57501

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MR. NUTTER: We'll call next Case Number MR. PADILLA: Application of Conoco, Inc. 6834. for a dual completion and unorthodox well location, Lea MR. NUTTER: Due to an error in the ad-County, New Mexico. vertisement of Case Number 6834, it has been -- it will be continued to March 26th, and has been re-advertised for that hearing. (Hearing concluded.) 

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing 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.

July W. Boyd C.S.R

do hereby certify that the foregoing to a complete record of the proceedings in the Examiner hearing of Case 10.483 heard by me on 3/12 19.80

Oil Conservation Division

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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
12 March 1980

#### EXAMINER HEARING

#### IN THE MATTER OF:

Application of Conoco, Inc., for a dual ) completion and unorthodox well location, )
Lea County, New Mexico. )

CASE 6834

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

#### APPEARANCES

For the Oil Conservation Division:

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

MR. NUTTER: We'll call next Case Number

6834.

MR. PADILLA: Application of Conoco, Inc. for a dual completion and unorthodox well location, Lea County, New Mexico.

MR. NUTTER: Due to an error in the advertisement of Case Number 6834, it has been -- it will be continued to March 26th, and has been re-advertised for that hearing.

(Hearing concluded.)

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Sinta Fe, New Mexico \$7501 Phone (505) 455-7409

#### REPORTER'S CERTIFICATE

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing 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.

> I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Gase No. heard by me on\_\_\_

, Examiner Oil Conservation Division

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CASE 6846: Application of Doyle Hartman for two compulsory poolings, two non-standard gas proration units, and two unorthodox well locations, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Eumont Cas Pool underlying two 80-acre non-standard gas proration units, the first being the S/2 NE/4 of Section 13, Township 21 South, Range 36 East, to be dedicated to a well to be drilled at an unorthodox location 1650 feet from the North line and 2310 feet from the East line of said Section 13, and the second being the N/2 NE/4 of said Section 13 to be dedicated to a well to be drilled at an unorthodox location 1330 feet from the North line and 2310 feet from the East line of said Section 13. Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designtion of applicant as operator of the wells and a charge for risk involved in drilling said

CASE 6834: (Continued and Readvertised)

Application of Conoco Inc. for a dual completion and unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its SEMU Burger Well No. 107 at an unorthodox location 2615 feet from the South and East lines of Section 19, Township 20 South, Range 38 East, to produce oil from the Blinebry Oil and Gas and Drinkard Pools.

CASE 6837: (Continued from March 12, 1980, Examiner Hearing)

Application of Curtis Little 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 W/2 of Section 7, Township 25 North, Range 3 West, 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 6847:

Application of Tenneco Oil Company for dual completions and downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete, in such a manner as to produce gas from the Dakota formation and commingled Chacra and Mesaverde production through parallel strings of tubing, ten proposed wells to be located as follows: in Township 29 North, Range 10 West: Unit C, Section 19; Unit N, Section 19; Unit A, Section 30; and Unit D, Section 30; in Township 29 North, Range 11 West: Unit G, Section 24; Unit O, Section 24; Unit A, Section 25; Unit D, Section 25; Unit M, Section 25; and Unit P, Section 25.

CASE 6818: (Continued from March 12, 1980, Examiner Hearing)

Application of Tenneco Oil Company for an NGPA determination, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its State

HL 11 Well No. 1 located in Unit N of Section 11, Township 19 South, Range 29 East.

CASE 6849: (This is the same matter as was previously designated Case No. 6813.)

Application of Petroleum Development Corporation to amend Order No. R-6196, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to amend Order No. R-6196 which authorized re-entry of a well at an unorthodox location in the Lusk-Norrow Cas Pool to be dedicated to the N/2 of Section 13, Township 19 South, Range 31 East. Applicant now seeks approval for a new revised location 750 feet from the North line and 660 feet from the West line of said Section 13.

CASE 6848: Application of Petroleum Development Corporation for pool contraction and creation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the Querecho Plains-Rone Spring Pool to comprise the Upper Bone Spring formation only, from 8390 feet to 8680 feet on the log of its McKay West Federal Well No. 1 located in Unit F of Section 34, Township 18 South, Range 32 East, and the creation of the Querecho Plains-Lower Bone Spring Pool to comprise said formation from 8680 feet to the base of the Bone Spring underlying the NW/4 of said Section 34.

CASE 6826: (Continued from Harch 12, 1980, Examiner Hearing)

Application of Tahoe Oil and Cattle Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Penrose Skelly Pool underlying the SE/4 SE/4 of Section 25, Township 21 South, Range 36 East, to be dedicated to its Bromlee Well No. 1 located thereon. Also to be considered will be the cost of recompleting 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 recompleting said well.

Docketa Nos. 9-80 and 10-80 are tentatively set for April 9 and 23, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 26, 1980

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

- The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Mutter. Alternate Examiner:
- CASE 6838: 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 11, 12, and 13, Township 19 South, Range 30 East, and Sections 7 and 18, Township 19 South, Range 31 East.
- CASE 6839: Application of Kimbell Oil Company for downhole commingling, Rio Arriba County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the downhole commingling of Otero-Chacra and South Blanco-Pictured Cliffs production in the wellbore of its Salazar Well No. 4-26 to be located in Unit D of Section 26, Township 25 North, Range 6 West.
- CASE 6840: Application of Union Texas Petroleum for downhole commingling, San Juan County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the downhole commingling of Fruitland and Pictured Cliffs production in the wellbore of its Johnston Federal Well No. 11Y located in Unit N of Section 7, Township 31 North, Range 9 West.
- CASE 6841: Application of CIG Exploration, Inc. for two non-standard gas proration units, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of two con-standard gas proration units in Township 16 South, Range 28 East, the first being 219.6 acres comprising Lots 1 thru 8 of Section 1 and the second being 219.92 acres comprising Lots 1 thru 8 of Section 2, for the Wolfcamp, Pennsylvanian, and Mississippian formations, each unit to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6842: Application of ARCO Oil and Gas Company for an unorthodox gas well location, simultaneous dedication, and approval of infill drilling, Les County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its W. C. Roach Well No. 6, 660 feet from the North line and 1980 feet from the West line of Section 21, Township 20 South, Range 37 East, Eumont Gas Pool, to be simultaneously dedicated with its W. C. Roach Well No. 1 in Unit D to the W/2 of said Section 21. 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 6843: Application of Yates Petroleum Corporation for two compulsory poolings, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Yeso formation underlying two 40-seeks profession units, the first being the SE/4 SE/4 and the second being the SW/4 SE/4 of Section 6, Township 19 South, Range 25 East, Penasco Draw Field, each unit 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 wells 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 wells and a charge for risk involved in drilling said wells.
- Application of Arrowhead Oil Corporation for two exceptions 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 Creek Federal Well No. 3 at an unorthodox location 250 feet from the North line and 2350 feet from the East line and its Creek Federal Well No. 4 to be drilled in Unit G, both in Section 23, Township 18 South, Range 30 East, by setting surface casing at a depth of approximately 600 feet and production casing at total depth. The production casing would have cement circulated back to the potash zone in the salt section.
- Application of Marathon Oil Company for an unorthodox gas well location, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 800 feet from the North line and 200 feet from the East line of Section 30, Township 21

  South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, all of Section 30 or that portion thereof which may be reasonably presumed productive of gas from said pool to be dedicated to the well.

Docket No. 6-80

Dockets Nos. 8-80 and 9-80 are tentatively set for March 26 and April 9, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: COMMISSION HEARING - TUESDAY - MARCH 11, 1980

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 6609: (DE NOVO) (Continued and Readvertised)

Application of Napeco Inc. for pool creation and special pool rules, Eddy County, New Mexico.
Applicant, in the above-styled cause, seeks the creation of a new Strawn oil pool for its Benson
Deep Unit Well No. 1 located in Unit O of Section 33, Township 18 South, Range 30 East, and special
rules therefor, including 160-acre spacing and standard well locations.

Upon application of Yates Petroleum Corporation and Napeco Inc., this case will be heard De Novo pursuant to the provisions of Rule 1220. Applicants allege this is not an "oil" pool but is a "wolatile" oil pool.

CASE 6823: Application of Amoco Production Company for 640-acre carbon dioxide gas well spacing, Harding, Quay, and Union Counties, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Rule 104 of the Division Rules and Regulations to require that wildcat and development carbon dioxide gas wells projected to the Tubb or older formations in Harding, Quay, and Union Counties must be located on 640-acre spacing and proration units, and must be located no nearer than 1650 feet to the outer boundary of the tract and not nearer than 330 feet to any interior quarter-quarter section line.

Docket No. 7-80

#### DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 12, 1980

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 April, 1980, from fifteen prorated pools in Lea, Eddy, and Chaves County, New Mexico.
  - (2) Consideration of the allowable production of gas for April, 1980, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 6813: (Continued from February 27, 1980, Examiner Hearing) (This case will be dismissed.)

Application of Petroleum Development Corporation to amend Order No. R-6196, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to amend Order No. R-6196 which authorized re-entry of a well at an unorthodox location in the Lusk-Morrow Gas Pool to be dedicated to the N/2 of Section 13, Township 19 South, Range 31 East. Applicant now seeks approval for a new revised location 750 feet from the North line and 660 feet from the West line of said Section 13.

CASE 6834: Application of Conoco Inc. for a dual completion and unorthodox well location, Lea County, New Hexico. (This case will be continued to March 26 and readvertised.)

Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its SEMU Burger Well No. 107 at an unorthodox location 2615 feet from the South and East lines of Section—24, Township 20 South, Range 38 East, to produce oil from the Blinebry Oil and Gas and Drinkard Pools [9]

CASE 6824: Application of American Trading and Production Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Talco Unit Area, comprising 4,800 acres, more or less, of State and Federal lands in Township 26 South, Range 35 East.

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#### CASE 6815: (Continued and Readvertised)

Application of Florida Exploration Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Ross Draw Unit Well No. 8, a Wolfcamp gas well 1650 feet from the North and East lines of Section 27, Township 26 South, Range 30 East, the E/2 of said Section 27 being dedicated to the well.

- CASE 6825: Application of Husky Oil Company for approval of infill drilling, Lea County, New Mexico.

  Applicant, in the above styled cause, seeks a finding that the drilling of its North Shore Woolworth Well No. 5 to be located in Unit E of Section 33, Township 24 South, Range 37 East, Jalmat Pool, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.
- CASE 6826: Application of Tahoe Oil and Cattle Company for compulsory pooling, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Penrose Skelly Pool underlying the SE/4 SE/4 of Section 25, Township 21 South, Range 36 East, to be dedicated to its Bromlee Well No. 1 located thereon. Also to be considered will be the cost of recompleting 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 recompleting said well.
- CASE 6827: Application of Consolidated Oil & Gas, Inc. for compulsory pooling, San Juan County, New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Gallup formation underlying the SE/4 of Section 2, Township 30 North, Range 12 West, and in the Mesaverde formation underlying the S/2 of said Section 2, 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 6828: Application of Etheldred T. Ross for three non-standard gas proration units, Harding County, New Mexico. Applicant, in the above-styled cause, seeks approval of the three following non-standard gas proration units, all in Township 19 North, Range 30 East: a 40-acre unit comprising the SW/4 NE/4 of Section 12; and two 80-acre units in Section 14, the first comprising the N/2 NW/4 and the second comprising the N/2 SE/4; each of said units would be dedicated to a well to be drilled to the Tubb formation at a standard location thereon.
- CASE 6829:

  Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks findings that the drilling of its El Pase Tom Federal Wells Nos. 1, 2, and 3, in Units D, E, and F, respectively, of Section 33, Township 25 South, Range 37 East, Langlie Mattix Pool, is necessary to effectively and efficiently drain that portion of the existing promation unit which cannot be drained by the existing well on each of said well's respective promation unit.
- CASE 6830: Application of Enserch Exploration, Inc. for special pool rules or, in the alternative, a special gas-oil ratio, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks an order promulgating special pool rules for the South Peterson-Pennsylvanian Field including a special gas-oil ratio of 4,000 to 1, or in the alternative, establishing a special gas-oil ratio of 4,000 to 1 for its Lambirth Well No. 3, located in Unit G of Section 31, Township 5 South, Range 33 East.
- CASE 6831: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the recompletion of its State "JM" Well No. 1 in the Wolfcamp thru Cisco formations at an unorthodox location 660 feet from the North and East lines of Section 25, Township 18 South, Range 24 East, the N/2 of said Section 25 to be dedicated to the well.
- CASE 6832: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the recompletion of its Cities "JG" Well No. 1 in the Wolfcamp thru Cisco formations at an unorthodox location 660 feet from the Bouth and East lines of Section 13, Township 18 South, Range 24 East, the E/2 of said Section 13 to be dedicated to the well.
- CASE 6833: Application of Harvey E. Yates Company for directional drilling, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks authority to directionally drill its Betenbough Well

  No. 1, the surface location of which is 660 feet from the North line and 1980 feet from the West

  line of Section 32, Township 13 South, Range 36 East, in such a manner as to bottom it within

  100 feet of a point 660 feet from the North line and 1830 feet from the West line of said Section

  32 in the Austin-Hississippian Pool.

CASE 6818: (Continued from February 27, 1980, Examiner Hearing)

Application of Tenneco Oil Company for an NGPA determination, Eddy County, New Hexico.

Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its State HL
11 Hell No. 1 located in Unit N of Section 11, Township 19 South, Range 29 East.

- CASE 6835: Application of Anadarko Production Company for an NGPA determination, Eddy County, New Hexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its New Mexico State "AB" Com. Well No. 1 located in Unit H of Section 36, Township 18 South, Range 28 Rast.
- CASE 6836: Application of Anadarko Production Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its New Mexico "AA" State Well No. 1 located in Unit F of Section 35, Township 18 South, Range 28 East.
- CASE 6837: Application of Curtis Little 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 W/2 of Section 7, Township 25 North, Range 3 West, 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 6819: (Continued from February 27, 1980, Examiner Hearing)

Application of V-F Petroleum, Inc. for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the McKee or

Devonian formations, or both, underlying four 40-acre units, being the SE/4 SE/4, NE/4 SE/4, NM/4

SE/4, and SW/4 SE/4 of Section 21, Township 23 South, Range 37 East, North Teague Field, each 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 wells 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 wells and a charge for risk involved in drilling said wells.



L. P. Thompson Division Manager

John R. Kemp Assistant Division Manager

Production Department Hobbs Division North American Production Conoco inc.
P. O. Box 460
1001 North Turner
Hobbs, NM 88240
(505) 393-4141

February 8, 1980

New Mexico Oil Conservation Division Department of Energy and Minerals P.O. Box 2088 Santa Fe, New Mexico 87501 Case 6834

Attention Mr. Dan Nutter

Gentlemen:

Application For Approval to Drill and Dually Complete in the Blinebry 0il & Gas and Drinkard Pools at a Non-Standard Location, Semu Burger No. 107 Section 19, T-20S, R-38E, Lea County, New Mexico

Attached are three (3) copies of the subject application. Please schedule this for Examiner hearing at the earliest possible date.

Very truly yours,

HAI:rej Enc

FEB 13 1980 OIL CO: USE NYTHON DIVISION SANTA FE

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

IN THE MATTER OF THE APPLICATION OF CONOCO INC. FOR APPROVAL TO DRILL AND DUALLY COMPLETE IN THE BLINEBRY OIL & GAS AND DRINKARD POOLS AT A NON-STANDARD LOCATION 2615' FSL & 2615' FEL OF SECTION 19, T-20S, R-38E, LEA COUNTY, NEW MEXICO ITS SEMU BURGER WELL NO. 107



#### APPLICATION

Applicant, CONOCO INC., respectfully requests authority to drill and dually complete in the Blinebry Oil & Gas and Drinkard pools at a non-standard location its SEMU Burger Well No. 107 located in Unit J, 2615' FSL and 2615' FEL of Section 19, T-20S, R-38E, Lea County, New Mexico and in support thereof will show:

- 1. Applicant is operator and co-owner of the Southeast Monument Unit, which in addition to other lands includes all of Section 24, T-20S, R-37E, Lea County, New Mexico.
- 2. Applicant wishes to drill and dually complete in the Blinebry 011 & Gas and Drinkard pools its SEMU Burger Well No. 107 at a non-standard location 2615' FSL and 2615' FEL of Section 24, T-20S, R-38E, Lea County.
- 3. That drilling at the non-standard location will enhance chances of achieving a commercial well in both zones and help to evaluate infill drilling potential for our Skaggs Waterflood.
- 4. That the drilling of this well will prevent waste and will not impair the correlative rights of any party.

WHEREFORE, applicant respectfully requests this application be set for hearing before the Division's duly appointed examiner and, upon hearing, an order be entered authorizing the drilling and dual completion of said well at the prescribed location.

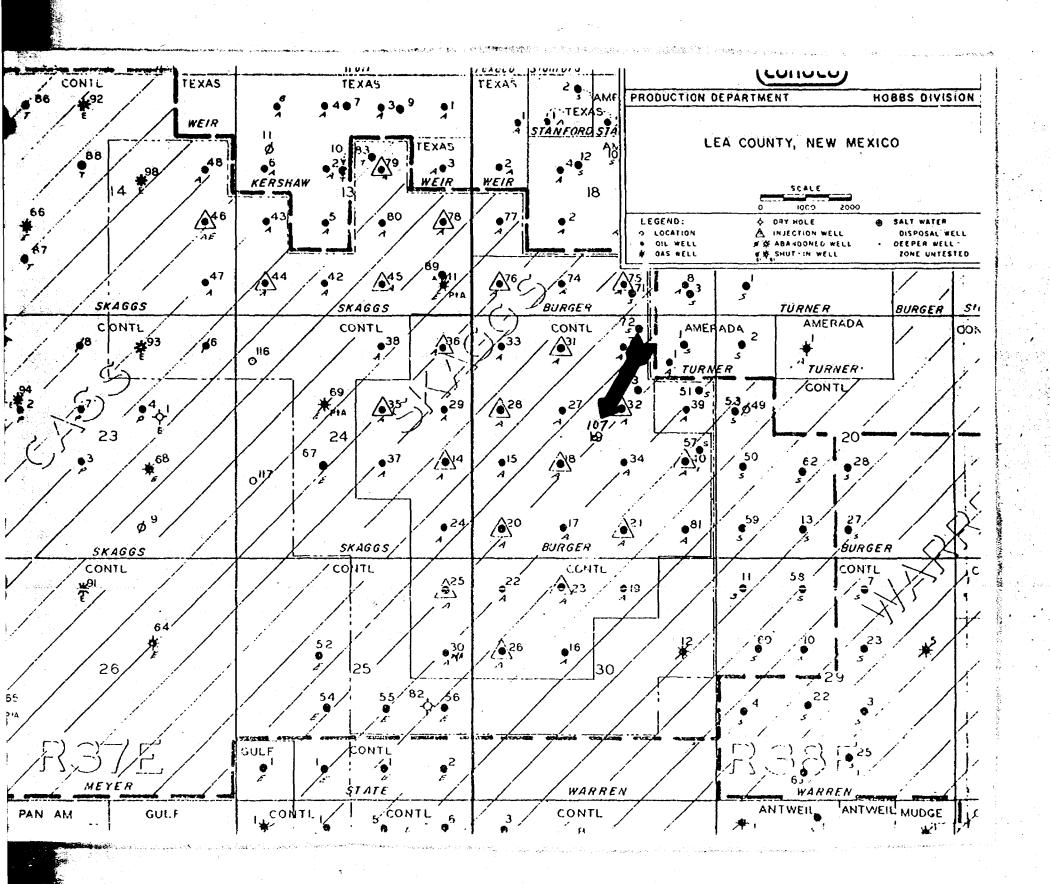
Respectfully submitted;

CONOCO INC.

Division Manager of Production

Hobbs Division

TEXAS CONIL TEXAS TEXAS 1 13 PRODUCTION DEPARTMENT **6**6 **4**92 STANFORD STA WEIR LEA COUNTY, N 88) 48, KERSHAW A⊕3 WEIR ⊕2 WEIR 15 18 **6**80 66 **46** LEGEND: A INJECTION O LOCATION **Ŕ**7 44 •47 L BURGER SKAGGS TURNE AMERADA CONTL CONTL PAN AM ોં≎ **⊘**‼6 39 Gillotty A35 53,649 11 7 "B" SKAGGS 22 **★**68 \*90 ₹<u>\$</u>50 ⊕<sup>17</sup> BURGER SKAGGS SKAGGS COUTL CONTL CONTL **\***01 •<sup>16</sup> 26, PHILLIPS MAPENZA US CONTL PHILLIPS ANTWEIL GULF PAN AM \$1 ATE WARREN CONTL ĆONTL PHILLIPS PAN AM **GUL.**F PAN AM ANTWE CONTL



# REFORE THE OIL CONSERVATION DIVISION ENERGY AND MINERALS DEPARTMENT OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONOCO INC. FOR APPROVAL TO DRILL AND DUALLY COMPLETE IN THE BLINEBRY OIL & GAS AND DRINKARD POOLS AT A NON-STANDARD LOCATION 2615' FSL & 2615' FEL OF SECTION 19, T-20S, R-38E, LEA COUNTY, NEW MEXICO ITS SEMU BURGER WELL NO. 107



Case 6834

#### APPLICATION

Applicant, CONOCO INC., respectfully requests authority to drill and dually complete in the Blinebry Oil & Gas and Drinkard pools at a non-standard location its SEMU Burger Well No. 107 located in Unit J, 2615' FSL and 2615' FEL of Section 19, T-20S, R-38E, Lea County, New Mexico and in support thereof will show:

- Applicant is operator and co-owner of the Southeast Monument
   Unit, which in addition to other lands includes all of Section 24, T-20S,
   R-37E, Lea County, New Mexico.
- 2. Applicant wishes to drill and dually complete in the Blinebry
  Oil & Gas and Drinkard pools its SEMU Burger Well No. 107 at a non-standard
  location 2615' FSL and 2615' FEL of Section 24, T-20S, R-38E, Lea County.
- 3. That drilling at the non-standard location will enhance chances of achieving a commercial well in both zones and help to evaluate infill drilling potential for our Skaggs Waterflood.
- 4. That the drilling of this well will prevent waste and will not impair the correlative rights of any party.

WHEREFORE, applicant respectfully requests this application be set for hearing before the Division's duly appointed examiner and, upon hearing, an order be entered authorizing the drilling and dual completion of said well at the prescribed location.

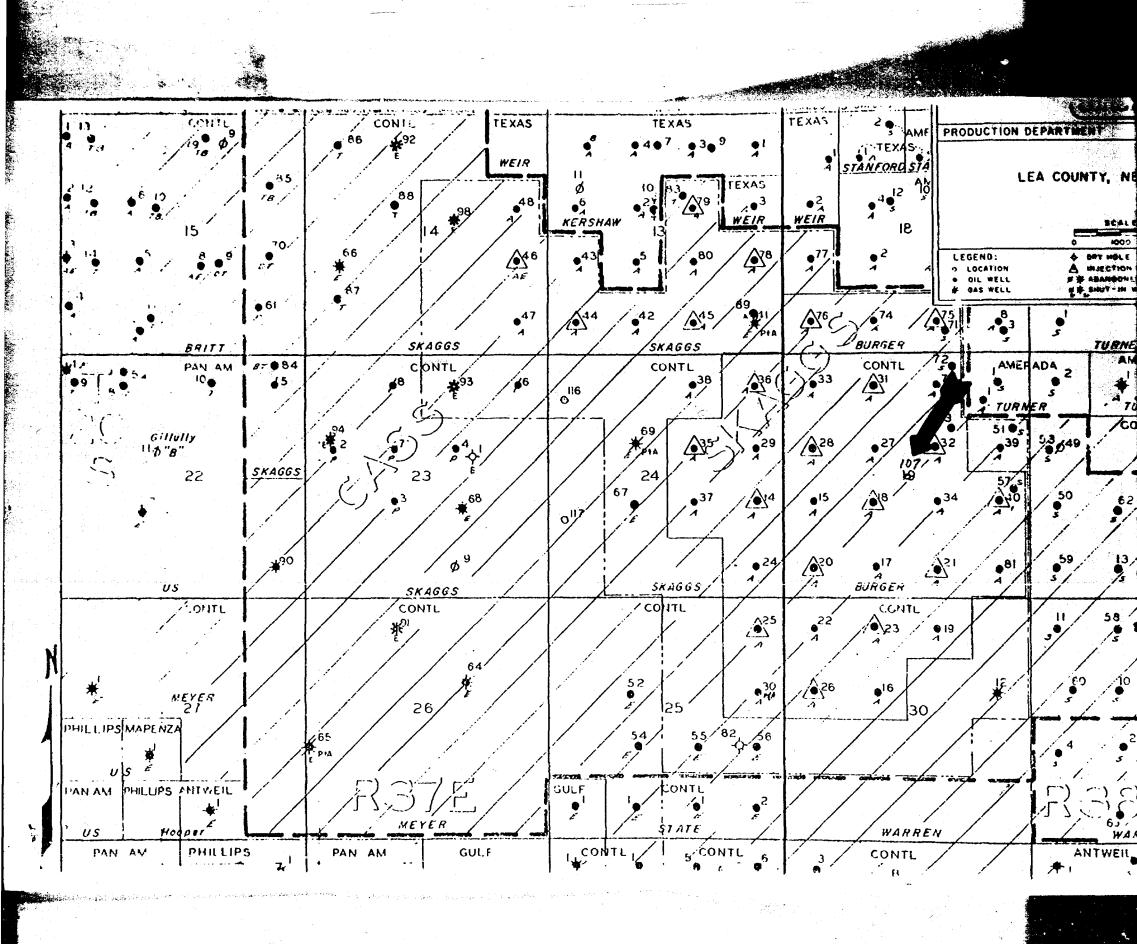
Respectfully submitted,

CONOCO INC.

T. P. Thomoson

Division Manager of Production

Hobbs Division



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ENERGY AND MINERALS DEPARTMENT
OF THE STATE OF NEW MEXICO

SION FEB 13 1980

OIL CO. SE WITO DIVISION

IN THE MATTER OF THE APPLICATION OF CONOCO INC. FOR APPROVAL TO DRILL AND DUALLY COMPLETE IN THE BLINEBRY OIL & GAS AND DRINKARD POOLS AT A NON-STANDARD LOCATION 2615' FSL & 2615' FEL OF SECTION 19, T-20S, R-38E, LEA COUNTY, NEW MEXICO ITS SEMU BURGER WELL NO. 107

Case 6834

#### APPLICATION

Applicant, CONOCO INC., respectfully requests authority to drill and dually complete in the Blinebry Oil & Gas and Drinkard pools at a non-standard location its SEMU Burger Well No. 107 located in Unit J, 2615' FSL and 2615' FEL of Section 19, T-20S, R-38E, Lea County, New Mexico and in support thereof will show:

- 1. Applicant is operator and co-owner of the Southeast Monument Unit, which in addition to other lands includes all of Section 24, T-20S, R-37E, Lea County, New Mexico.
- 2. Applicant wishes to drill and dually complete in the Blinebry
  Oil & Gas and Drinkard pools its SEMU Burger Well No. 107 at a non-standard
  location 2615' FSL and 2615' FEL of Section 24, T-20S, R-38E, Lea County.
- 3. That drilling at the non-standard location will enhance chances of achieving a commercial well in both zones and help to evaluate infill drilling potential for our Skaggs Waterflood.
- 4. That the drilling of this well will prevent waste and will not impair the correlative rights of any party.

WHEREFORE, applicant respectfully requests this application be set for hearing before the Division's duly appointed examiner and, upon hearing, an order be entered authorizing the drilling and dual completion of said well at the prescribed location.

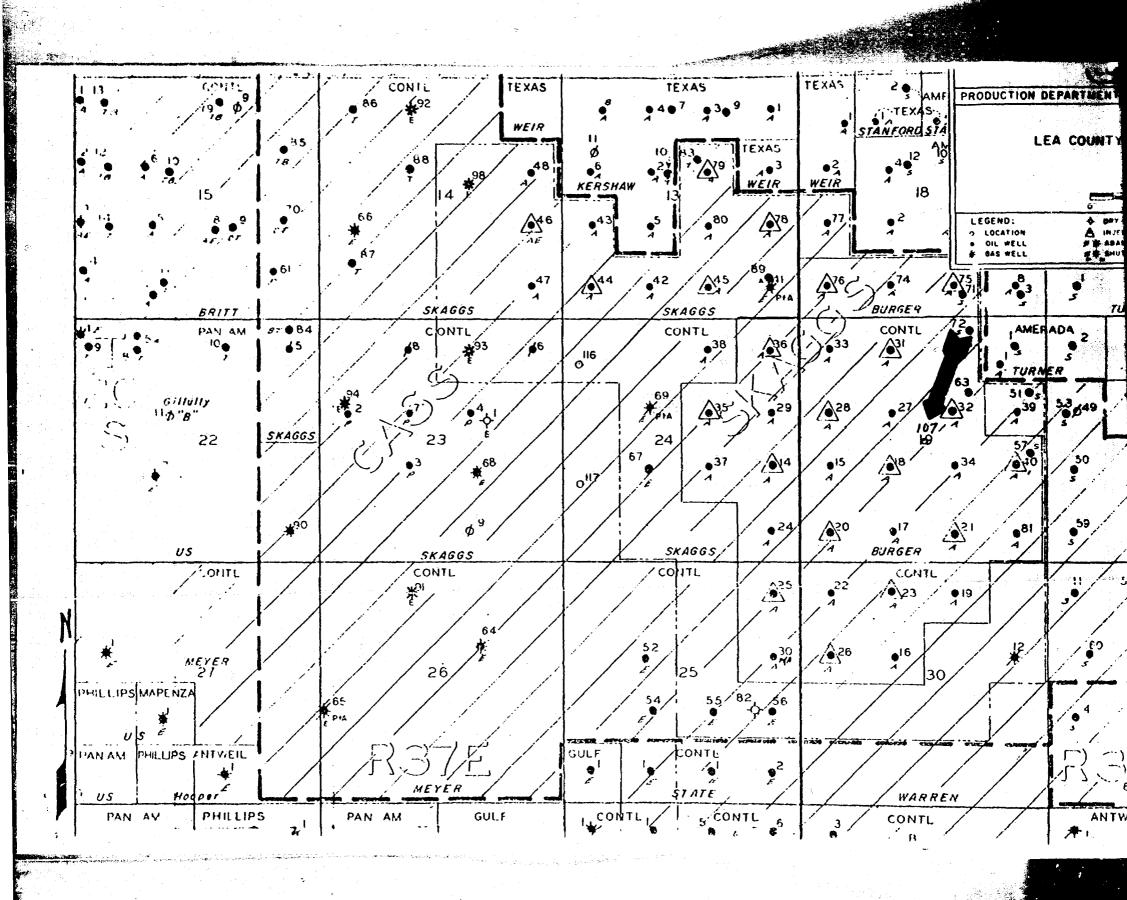
Respectfully submitted,

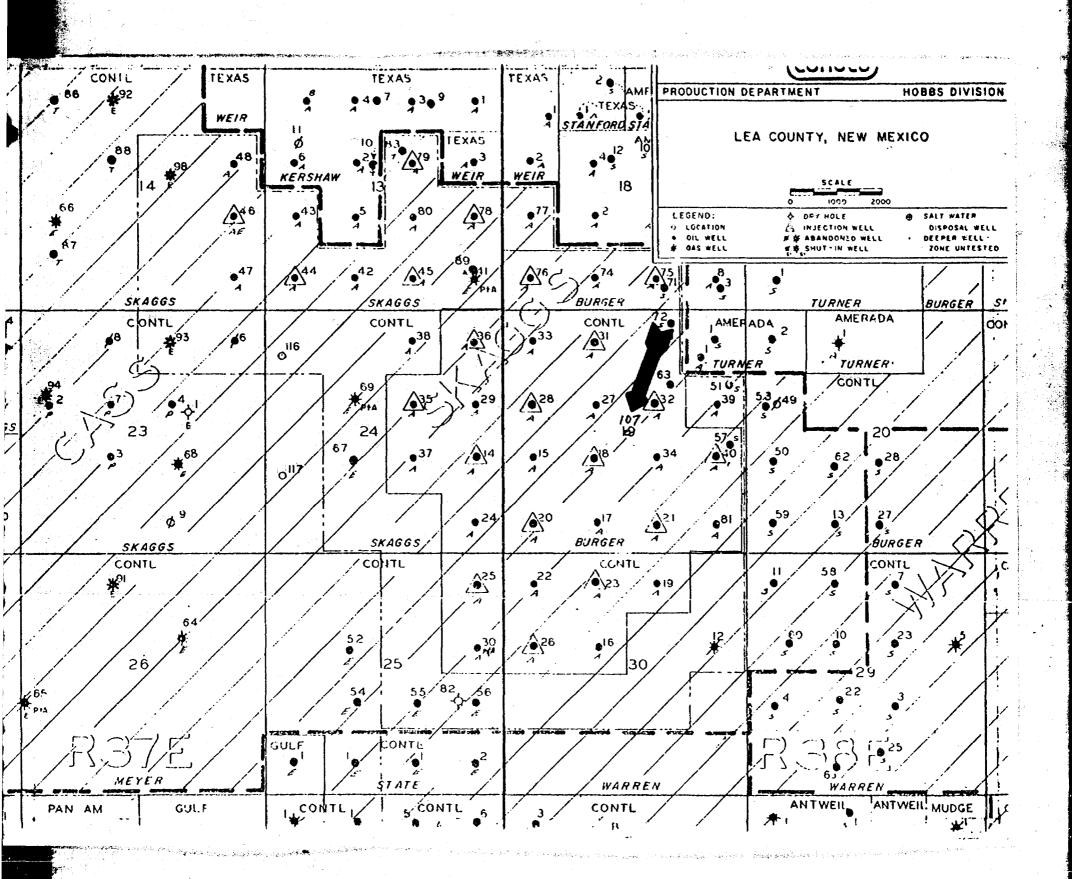
CONOCO INC.

L. P. Thompson

Division Manager of Production

Hobbs Division





#### 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. 6834

Order No. R- 6307

APPLICATION OF CONOCO INC.

FOR A DUAL COMPLETION AND UNORTHODOX WELL LOCATION, LEA

COUNTY, NEW MEXICO.

### ORDER OF THE DIVISION

BY THE DIVISION:

T	his	cause	came	on	for	he	ari	ing	at	9	o'clo	ock	a.m.	OI	า	
March 2	26			19 80	) 	_′	at	Sar	nta	Fe	, Nev	ø Mo	exico	, ł	efore	!
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NOW, on this \_\_\_\_\_\_\_ day of \_\_\_\_\_\_, 19 80 \_\_\_, 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.
- seeks authority to complete its SEMU Burger Well No. 107

  at an unorthodox location 2615 feet from the

  WakkxNaxx , located/instrict of Section 19, T-20-S,
  South line and 2615 feet from the East line of Section 19, T-20-S,

  Range 38 East , NMPM, Lea

  County, New Mexico, as a dual completion (conventional) to

  -(combination)

  -(tubingless)

  oil

  produce xxxx from the Blinebry Oil and Gas and Drinkard Pools.

(3) that the proposed amortho dox licution is to permit the applicant to gather technical data and attempt to increase the recovery of hydro carbons from each of said pools.

(4) that the location is an interior licution on applicant's this SEIMM Burger leave and there are

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That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices. (b) That approval of the subject application will prevent waste and protect correlative rights. IT IS THEREFORE ORDERED: (1) That the applicant, Conoco Inc. is hereby authorized to complete its SEMU Burger at an unorthodox location 2615 feet from the South line and 107 2615 feet from the East line of Section 19, Township 20 South , Range 38 East County, New Mexico, as a dual completion (conventional) (combination) (tubingless) to produce gas from the Blinebry Oil and Gas and Drinkard Pools PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Division Rules and Regulations insofar as said rule is not inconsistent with this order; PROVIDED FURTHER, that the applicant shall take tests upon completion and annually thereafter during the Annual Gas Test Period for the Thin Kard Pool 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.