

Entered April 4, 1978  
JSP

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE NO. 5725  
Order No. R-5679

APPLICATION OF GENERAL AMERICAN OIL  
COMPANY OF TEXAS FOR AN EXCEPTION TO  
RULE 202(B), EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 18, 1976, at Santa Fe, New Mexico, before Examiner, Richard L. Stamets.

NOW, on this 4th day of April, 1978, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, General American Oil Company of Texas, seeks an exception to Commission Rule 202(B), Eddy County, New Mexico, to permit the continued temporary abandonment of certain wells on its Arnold "D", Beeson "A", Beeson "F", Bosworth, Brewer, Burch "A", Dexter "E", Grayburg Deep Unit, Green "A", Keely "B", Keely "C", Maddren "B", Nunlee, Parke "E", Sivley, State B-1778, State B-4108, and State B-4458 leases as shown on Exhibit "A" attached to this order and made a part hereof.
- (3) That the applicant has plugged or worked over many other of its temporarily abandoned wells on its properties in Eddy County.
- (4) That the applicant is evaluating those wells shown on Exhibit "A" of this order to determine if additional oil and gas may be economically recovered therefrom.
- (5) That subsequent to August 18, 1976, the applicant has plugged or returned to active status its Arnold "D" Lease Wells Nos. 8 and 9, its Beeson "F" Lease Well No. 9, its Brewer Lease Well No. 28, its Maddren "B" Lease Well No. 9 and its Nunlee Lease Well No. 5, all as shown on Exhibit "A" attached to this order.

(6) That with the exception of those wells set out in Finding No. (5) above, the applicant should be granted an exception to Rule 202(B) of the Oil Conservation Division of the New Mexico Energy and Minerals Department Rules and Regulations for a period of four years for those wells shown on Exhibit "A" attached to this order.

(7) That upon a showing of substantial progress in the evaluation of the future potential of the wells shown on said Exhibit "A" or upon a showing that substantial numbers of said wells have been returned to production, the Division Director should be authorized to grant additional extensions of said exception to Division Rule 202(B) to said wells.

(8) That the Division Director should be empowered to rescind the exception to Rule 202(B) granted by this order, or any extension thereto, to any well listed on said Exhibit "A" whenever it should appear that such action is necessary to protect correlative rights, to prevent waste, or to prevent the contamination of fresh waters.

(9) That approval of the subject application with provisions for an administrative procedure for extension or rescission as provided above will not cause waste nor violate correlative rights.

(10) That the application should be approved.

IT IS THEREFORE ORDERED:

(1) That the applicant, General American Oil Company of Texas, is hereby granted an exception to the provisions of Rule 202(B) of the Division Rules and Regulations for certain wells on its Arnold "D", Beeson "A", Beeson "F", Bosworth, Brewer, Burch "A", Dexter "E", Grayburg Deep Unit, Green "A", Keely "B", Keely "C", Maddren "B", Nunlee, Parke "E", Sivley, State B-1778, State B-4108, and State B-4458 leases as shown on Exhibit "A" attached to this order and by this reference made a part hereof.

PROVIDED HOWEVER, that such exception shall expire four years from the date of this order unless the applicant shall have obtained an extension as hereinafter provided.

PROVIDED FURTHER, that such exception shall not apply to applicant's Arnold "D" Lease Wells Nos. 8 and 9, its Beeson "F" Lease Well No. 9, its Brewer Lease Well No. 28, its Maddren "B" Lease Well No. 9, and its Nunlee Lease Well No. 5, all as shown on said Exhibit "A" attached to this order, as such wells have previously been plugged and abandoned or returned to active status.

(2) That the Division Director may administratively grant additional extensions to the exception herein provided upon a satisfactory showing of substantial progress in evaluation of

-3-  
Case No. 5725  
Order No. R-5679

the potential for return to production of said wells or that substantial numbers of said wells have been returned to production.

(3) That the Division Director may rescind the exception to Rule 202(B) granted any well under the provisions of this order whenever it should appear that such rescission is necessary to protect correlative rights, prevent waste or prevent the contamination of fresh waters.

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

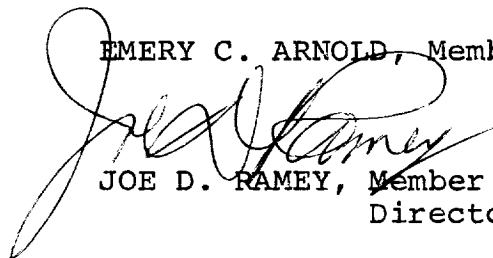
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member



JOE D. RAMEY, Member & Division  
Director

S E A L

jr/

General American Oil Company of Texas Wells  
EDDY COUNTY, NEW MEXICO

<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>Well and No.</u>	<u>Unit</u>
12	16S	29E	Brewer 19	O
12	16S	29E	Brewer 28	K
13	16S	29E	Brewer 11	B
13	16S	29E	Brewer 12	L
13	16S	29E	Brewer 14	G
13	16S	29E	Brewer 24	K
13	16S	29E	Brewer 25	A
14	16S	29E	Brewer 3	B
14	16S	29E	Brewer 4	H
14	16S	29E	Brewer 5	G
14	16S	29E	Brewer 17	F
14	16S	29E	Brewer 18	K
14	16S	29E	Brewer 20	C
14	16S	29E	Brewer 21	D
14	16S	29E	Brewer 23	N
14	16S	29E	Brewer 27	M
14	16S	29E	Bosworth 1	I
14	16S	29E	Bosworth 2	J
14	16S	29E	Bosworth 3	O
14	16S	29E	Bosworth 4	P
35	16S	29E	Nunlee 4	A
35	16S	29E	Nunlee 5	H
35	16S	29E	Nunlee 6	I
8	16S	30E	Sivley 3	K
25	17S	29E	Keely "C" 10	E
25	17S	29E	Keely "C" 12	G
25	17S	29E	Keely "C" 18	K
25	17S	29E	Keely "C" 20	I
25	17S	29E	Keely "C" 25	O
25	17S	29E	Keely "C" 37	O
25	17S	29E	Grayburg Deep Unit 5	A
26	17S	29E	Keely "B" 15	I
29	17S	29E	Green "A" 1	A
29	17S	29E	Green "A" 4	I
36	17S	29E	State B-1778 1	P
36	17S	29E	State B-1778 3	P
36	17S	29E	State B-4458 2	C
19	17S	30E	Burch "A" 23	E
19	17S	30E	Burch "A" 24	G
20	17S	30E	Dexter "E" 2	G
22	17S	30E	Parke "E" 2	H
27	17S	30E	Maddren "B" 6	J
27	17S	30E	Maddren "B" 9	J
28	17S	30E	Beeson "A" 2	A
29	17S	30E	Beeson "F" 9	N
30	17S	30E	Grayburg Deep Unit 4	L
30	17S	30E	Grayburg Deep Unit 6	C
31	17S	30E	Beeson "F" 1	L

Exhibit "A"  
Case No. 5725  
Order No. R-5679

31	17S	30E	Beeson "F" 3	N
31	17S	30E	Beeson "F" 4	K
31	17S	30E	Beeson "F" 5	G
31	17S	30E	Beeson "F" 6	H
31	17S	30E	Beeson "F" 12	N
31	17S	30E	Beeson "F" 13	K
31	17S	30E	Beeson "F" 14	G
31	17S	30E	Beeson "F" 16	K
32	17S	30E	State B-4108 1	C
34	17S	30E	Arnold "D" 8	B
34	17S	30E	Arnold "D" 9	A

Exhibit "A"  
Case No. 5725  
Order No. R-5679