

CASE 5043: PLUGGING CASE (CHAVES)  
KENT SHANNON - CHARNAL TEJANO  
WELL NO. 1

CASE No.

5042

---

Application,

Transcripts,

Small Exhibits

ETC.

dearnley, meier & associates

209 SIMMS BLDG., P.O. BOX 1092, PHONE 243-0691, ALBUQUERQUE, NEW MEXICO 87103  
1216 FIRST NATIONAL BANK BLDG., EAST ALBUQUERQUE, NEW MEXICO 87108

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
CONFERENCE ROOM, STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO  
August 9, 1973

EXAMINER HEARING

IN THE MATTER OF:

Hearing called by the Oil Conservation  
Commission on its own motion to permit  
Everett D. Burgett and Fireman's Fund  
American Insurance Companies and all  
other interested parties to appear and  
show cause why the Pure State Wells  
Nos. 1, 2, 3, and 7 located in Units J,  
J, O, and O, respectively, of Section 15,  
Township 21 South, Range 27 East, Eddy  
County, New Mexico, should not be  
plugged and abandoned in accordance with  
a Commission-approved plugging program.

Case No. 5042

IN THE MATTER OF:

Hearing called by the Oil Conservation  
Commission on its own motion to permit  
Kent Shannon and American Employers'  
Insurance Company and all other interested  
parties to appear and show cause why the  
Chaparral Tejano Well No. 1 located in  
Unit D of Section 10, Township 7 South,  
Range 26 East, Chaves County, New Mexico,  
should not be plugged and abandoned.

Case No. 5043

BEFORE: ELVIS A. UTZ,  
Examiner.

TRANSCRIPT OF HEARING

1 MR. UTZ: Next on the docket, we have two  
2 plugging cases. Well, we will call Case 5042.

3 MR. CARR: If we could call both of these cases  
4 at this time and consolidate them for purposes of  
5 testimony.

6 MR. UTZ: 5042 and 5043. Those two cases will  
7 be consolidated for purposes of hearing. Separate  
8 orders will be rendered.

9 MR. CARR: In the matter of the hearing called  
10 by the Oil Conservation Commission on its own motion  
11 to permit Everett D. Burgett and Fireman's Fund American  
12 Insurance Companies and all other interested parties to  
13 appear and show cause why the Pure State Wells Nos. 1,  
14 2, 3, and 7 located in Units J, J, O, and O, respectively,  
15 of Section 15, Township 21 South, Range 27 East, Eddy  
16 County, New Mexico, should not be plugged and abandoned  
17 in accordance with a Commission-approved plugging program.

18 In the matter of the hearing called by the Oil  
19 Conservation Commission on its own motion to permit  
20 Kent Shannon and American Employers' Insurance Company  
21 and all other interested parties to appear and show cause  
22 why the Chaparral Tejano Well No. 1 located in Unit D  
23 of Section 10, Township 7 South, Range 26 East, Chaves  
24 County, New Mexico, should not be plugged and abandoned  
25 in accordance with a Commission-approved plugging program.

1 Mr. Examiner, the Commission has one witness  
2 we'd like to have sworn.

3 MR. UTZ: Will the witness stand and be sworn?  
4 (Whereupon, Mr. Utz swears the witness.)

5 MR. UTZ: Are there other appearances in these  
6 cases?

7 (No response.)

8 MR. UTZ: You may proceed.

9 \* \* \* \*

10 W. S. GRESSETT,  
11 was called as a witness, and after being duly sworn,  
12 testified as follows:

13 DIRECT EXAMINATION

14 BY MR. CARR:

15 Q Will you state your name, position and place of residence?

16 A W. S. Gressett, Supervisor of Commissions, District Two,  
17 Artesia, New Mexico.

18 Q Does District Two include the portions of Eddy and  
19 Chaves Counties and are they involved in these cases?

20 A Yes, sir.

21 Q Do your duties as District Supervisor include making  
22 recommendations to the Commission as to when wells should  
23 be plugged and abandoned?

24 A Yes, sir.

25 Q Are you familiar with the subject matter of cases 5042

1 and 5043?

2 A Yes.

3 Q What is the purpose of these cases?

4 A The cases are called to allow the operators to appear  
5 and show cause why they should not be properly plugged  
6 and abandoned to prevent waste.

7 Q Are you familiar with the subject wells in these cases?

8 A Yes, sir.

9 Q And, Mr. Gressett, have you reviewed all the reports  
10 filed with the Commission concerning these wells?

11 A Yes, sir.

12 Q And do you have these reports with you today?

13 A Yes, sir, I do.

14 Q Will you please refer to these reports and give us a  
15 history of each of the wells as directed in the official  
16 reports?

17 A Everett D. Burgett Pure State Well Number 1, drilling was  
18 commenced in September of 1953. It was completed, an  
19 allowable was assigned in March of 1956, and the well  
20 produced for a period of time and then it was shut in.  
21 And the Burgett remained shut in for a number of years.

22 Pure State Number 2, drilling was commenced in  
23 October of 1954, and completion in December of 1954. An  
24 allowable was assigned to this well and it produced for  
25 a period of time and was subsequently shut in.

1 Pure State Number 3, drilling was commenced in  
2 April of 1955, and was completed, an allowable was assigned  
3 in May of 1955. This well produced for a period of time  
4 and was shut in.

5 Pure State Number 7, drilling commenced in March  
6 of 1957, completed, an allowable was assigned in May of  
7 1957. This well produced for a period of time and was  
8 shut in.

9 In 1963, there was a show cause hearing why these  
10 wells should not be plugged and abandoned. The operator  
11 appeared and testified that he would put them back on  
12 production and this was Case Number 2793 and the order  
13 was entered on May 8, 1963, being Order Number R-2483.  
14 Mr. Burgett went out and done some work on the wells in  
15 October of 1963, and filed a report stating that he had  
16 placed them back on production. This report was returned  
17 to the operator for clarification and additional information  
18 and to date we have not heard from him.

19 MR. UTZ: When was this?

20 A This was in -- the report was received November 5, 1963.  
21 At that time he was supposed to put them back on, but  
22 if he did he never did report any production and, like I  
23 said, when we returned the report for additional information  
24 and corrections, he just failed to send it back in. So,  
25 according to our records, the wells have not produced any

1 oil in the last twelve years, at least.

2 Q (By Mr. Carr) Okay. Would you go on now to the Kent  
3 Shannon well?

4 A The Kent Shannon Chaparral Tejano Well No. 1, the note  
5 is the Commission approved this well on October 18, 1968.  
6 And then on March 10, 1970, he filed a report showing,  
7 that he desired instructions to plug. I approved the  
8 form with a plugging recommendation on it and sent it  
9 back to him. Then, on August 28, he called and said  
10 the rancher would like to keep the well for a water well.  
11 So I then mailed him the necessary reports for this and  
12 I didn't hear anything from him, so I wrote him a letter  
13 in September of 1971, January of 1972, and May of 1973,  
14 and haven't heard from him.

15 Q When was the last date you heard from Mr. Shannon?

16 A That I heard from him?

17 Q Yes.

18 A That telephone conversation on May 28, '70. The last  
19 form that he submitted was received in our office on  
20 March 6, 1970.

21 Q Mr. Gressett, what type of plugging program do you  
22 recommend for these wells?

23 A I would recommend the plugging program consisting of  
24 plug laid and poured and cement plugs in each well in  
25 such a manner as to confine the oil, gas or water to its



1 zone there, the region it's found.

2 Q And you would prefer to have that left to the discretion  
3 of the district officer at the time the wells are plugged?

4 A Yes, I would.

5 MR. CARR: I have nothing further.

6

7 CROSS-EXAMINATION

8 BY MR. UTZ:

9 Q Mr. Gressett, the wells subject to Case 5042, the Gressett--  
10 Burgett wells-- sorry about that. Are those the same  
11 wells and the same pool that over the years we have had  
12 problems with oil running all over the landscape?

13 A Yes, sir, they sure are.

14 Q Bad shape and so forth?

15 A Right.

16 Q And now, you want to plug them?

17 A Yes, sir, sure do.

18 MR. UTZ: Are there other questions of the witness?

19

20 CROSS-EXAMINATION

21 BY MR. PORTER:

22 Q Mr. Gressett, is this pool where the operator at one  
23 time was producing his well into an open pit and then  
24 skimming the oil off of the pit?

25 A Yes.

- 1 Q And making approximately ninety eight percent water?
- 2 A Yes, sir, that's correct.
- 3 Q Approximately how deep are the wells?
- 4 A Five hundred and sixty to eighty feet.
- 5 Q Five hundred sixty to eighty feet?
- 6 A Yes, sir.
- 7 Q And you don't know -- well, I guess you have some kind
- 8 of record of how many pipes in the hole?
- 9 A Yes, sir. I have very little. Would you like how much?
- 10 Q No, that's all right if you have a report of it. Now,
- 11 what evidence do you have of fresh water in the area?
- 12 A There are windmills in the immediate area and some wells
- 13 in the area reported water, shallow water.
- 14 Q Well, this is my concern about the pipe, whether or not
- 15 there was surface casing in each hole.
- 16 A Yes, sir. I believe the pipe is set through all of the
- 17 surface water.
- 18 Q All right.
- 19 A Now, whether it's cemented adequately to keep it from
- 20 going down the hole --
- 21 Q And I would assume that the water that he produced that
- 22 the oil was nonpotable?
- 23 A Yes, sir.
- 24 MR. UTZ: Other questions?
- 25 (No response.)

1 MR. UTZ: The witness may be excused. Statements  
2 in the case?  
3  
4  
5

6 STATE OF NEW MEXICO )  
7 ) SS.  
8 COUNTY OF BERNALILLO )

9 I, CLAUDIA FAHRENTHOLD, a Court Reporter, in and for  
10 the County of Bernalillo, State of New Mexico, do hereby  
11 certify that the foregoing and attached Transcript of Hearing  
12 before the New Mexico Oil Conservation Commission was reported  
13 by me; and that the same is a true and correct record of the  
14 said proceedings to the best of my knowledge, skill and  
15 ability.  
16

17 COURT REPORTER  
18  
19  
20  
21

22 I do hereby certify that the foregoing is  
23 a complete record of the proceedings in  
24 the Examiner hearing of Case No. 5042,  
25 heard by me on Aug 9, 1973.  
Examiner  
New Mexico Oil Conservation Commission

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I N D E X

WITNESS

W. S. GRESSETT

Page

Direct Examination by Mr. Carr	4
Cross-Examination by Mr. Utz	8
Cross-Examination by Mr. A. L. Porter	8

Dec. 7, 1973 -

✓ w/ Dressett to see if  
Kent Shannon has  
filed forms or contacted  
him on this matter.

if not - seek for

warning letter mailed  
11/21/73

all reports and forms  
filed

12/17/73



## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. DRAWER DD - ARTESIA  
88210

May 17, 1973

GOVERNOR  
BRUCE KING  
CHAIRMAN

LAND COMMISSIONER  
ALEX J. ARMJO  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

Mr. Kent Shannon  
P. O. Box 633  
Roswell, N. M. 88201

Re: Chaparral Tejano  
#1-D, 10-7S-26E  
Chaves County, N. M.

Dear Mr. Shannon:

On a recent inspection of the subject well, we found that it has not been plugged or completed as a water well as you had indicated was a possibility.

Further, to date, this office has received no answer to our letters of 9-15-71 and 1-13-72, requesting reports on the well.

Therefore, failure to plug and abandon or convert to a water well and submit all of the required reports within 30 days will result in this matter being referred to our attorney for further action.

Sincerely yours,

OIL CONSERVATION

*W. A. Gressett*

W. A. Gressett  
Supervisor, District II

WAG/ep  
xc/Mr. William S. Carr  
P. O. Box 2088  
Santa Fe, N. M.

*set show cause  
hearing w/ June 27, 1973*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE  
OIL CONSERVATION COMMISSION ON ITS OWN MOTION  
TO PERMIT KENT SHANNON AND AMERICAN EMPLOYERS'  
INSURANCE COMPANY AND ALL OTHER INTERESTED PARTIES  
TO APPEAR AND SHOW CAUSE WHY THE CHAPARRAL TEJANO  
WELL NO. 1 LOCATED IN UNIT D OF SECTION 10, TOWN-  
SHIP 7 SOUTH, RANGE 26 EAST, CHAVES COUNTY, NEW  
MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN  
ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING  
PROGRAM.

CASE NO. 5043  
Order No. R-4617

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 9, 1973,  
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 23rd day of August, 1973, 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 sub-  
ject matter thereof.

(2) That Kent Shannon is the owner and operator of the  
Chaparral Tejano Well No. 1, located in Unit D of Section 10,  
Township 7 South, Range 26 East, NMPM, Chaves County, New Mexico.

(3) That said well was drilled in 1968 and was not produc-  
tive of commercial quantities of oil or gas.

(4) That notice of intention to plug and abandon said well  
was filed with the Commission on March 6, 1970.

(5) That said well has not been plugged and the operator  
has not corresponded with the Commission since 1970.

(6) That in order to prevent waste and protect correlative  
rights said Chaparral Tejano Well No. 1 should be plugged and  
abandoned in accordance with a program approved by the Artesia  
District Office of the New Mexico Oil Conservation Commission  
on or before October 1, 1973.

-2-

Case No. 5043  
Order No. R-4617

IT IS THEREFORE ORDERED:

(1) That Kent Shannon and American Employers' Insurance Company are hereby ordered to plug and abandon the Chaparral Tejano Well No. 1, located in Unit D of Section 10, Township 7 South, Range 26 East, NMPM, Chaves County, New Mexico, on or before October 1, 1973.

(2) That Kent Shannon and American Employers' Insurance Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

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

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

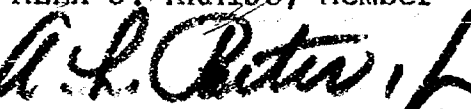
STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



I. R. TRUJILLO, Chairman



ALEX J. ARMIJO, Member



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

S E A L

dr/



No. 011396

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO <b>American Employers' Ins. Co.</b>		POSTMARK OR DATE
STREET AND NO.		
P. O., STATE, AND ZIP CODE		
EXTRA SERVICES FOR ADDITIONAL FEES		
Return Receipt Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1965 NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL		

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

35-16-7154B-13

ROSWELL, NM  
AUG 30 1973

Penalty for Private Use to Avoid Payment of Postage, \$300

POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you wish to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

RETURN TO

OIL CONSERVATION COMMISSION  
P. O. Box 2088  
Santa Fe, New Mexico 87501  
Case 5043

No. 011395

RECEIPT FOR CERTIFIED MAIL—30¢

SENT TO <b>Mr. Kent Shannon</b>		POSTMARK OR DATE
STREET AND NO.		
P. O., STATE, AND ZIP CODE		
EXTRA SERVICES FOR ADDITIONAL FEES		
Return Receipt Shows to whom and date delivered <input type="checkbox"/> 10¢ fee	Shows to whom, date, and where delivered <input type="checkbox"/> 35¢ fee	Deliver to Addressee Only <input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1965 NO INSURANCE COVERAGE PROVIDED— (See other side) NOT FOR INTERNATIONAL MAIL		

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

35-16-7154B-13

ROSWELL, NM  
AUG 30 1973

Penalty for Private Use to Avoid Payment of Postage, \$300

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OIL CONSERVATION COMMISSION  
P. O. Box 2088  
Santa Fe, New Mexico 87501  
Case 5043



# OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501

I. R. TRUJILLO  
CHAIRMAN  
LAND COMMISSIONER  
ALEX J. ARMIJO  
MEMBER  
STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

July 30, 1973

Mr. Kent Shannon  
P. O. Box 633  
Roswell, New Mexico 88201

American Employers' Insurance Company  
1 Beacon Street  
Boston, Massachusetts 02108

Re: Kent Shannon Chaparral Tejano  
Well No. 1 located in Unit D of  
Section 10, Township 7 South,  
Range 26 East, Chaves County,  
New Mexico, American Employers'  
Insurance Company \$5,000 One-Well  
Plugging Bond No. SY 355556

Gentlemen:

Enclosed is a copy of the docket of the Examiner Hearing to  
be held on Thursday, August 9, 1973, at 9:00 a.m. in the Oil  
Conservation Commission Conference Room, State Land Office  
Building, Santa Fe, New Mexico. Case No. 5043 concerns the sub-  
ject matter.

Very truly yours,

WILLIAM F. CARR  
General Counsel

WFC/ac

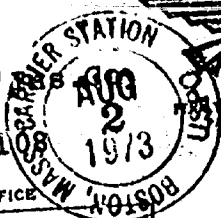
enclosure

cc: Oil Conservation Commission - Artesia

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

Case No. 5043

American Employers' Ins.  
1 Beacon Street  
Boston, Mass 02108



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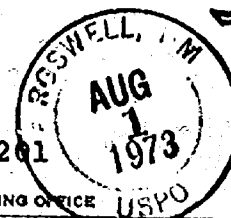
RETURN  
TO

Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

POST OFFICE DEPARTMENT  
OFFICIAL BUSINESS

Case 5043

Mr. Kent Shannon  
P. O. Box 633  
Roswell, N.M. 88201



POSTMARK OF DELIVERING OFFICE

Print your name and address below. If you want to restrict delivery, or to have the address of delivery shown on this receipt, check block(s) on other side. Moisten gummed ends and attach this card to back of article.

RETURN  
TO

Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

RECEIPT FOR CERTIFIED MAIL—30¢ Case No. 5043

SENT TO  
Mr. Kent Shannon  
STREET AND NO.  
P. O. Box 633  
P. O., STATE, AND ZIP CODE  
Roswell, New Mexico 88201

POSTMARK  
OR DATE

EXTRA SERVICES FOR ADDITIONAL FEES

Return Receipt  
Shows to whom and date delivered ☐ 10¢ fee  
Shows to whom, date, and where delivered ☐ 35¢ fee  
Deliver to Addressee Only ☐ 50¢ fee

POD Form 3800  
Mar. 1966

NO INSURANCE COVERAGE PROVIDED—  
NOT FOR INTERNATIONAL MAIL (See other side)

No. 011388

RECEIPT FOR CERTIFIED MAIL—30¢

Case 5043

SENT TO  
American Employers' Ins. Co  
STREET AND NO.  
1 Beacon Street  
P. O., STATE, AND ZIP CODE  
Boston, Mass. 02108

POSTMARK  
OR DATE

EXTRA SERVICES FOR ADDITIONAL FEES

Return Receipt  
Shows to whom and date delivered ☐ 10¢ fee  
Shows to whom, date, and where delivered ☐ 35¢ fee  
Deliver to Addressee Only ☐ 50¢ fee

POD Form 3800  
Mar. 1966

NO INSURANCE COVERAGE PROVIDED—  
NOT FOR INTERNATIONAL MAIL (See other side)

No. 011389

CASE 4745: (Reopened)

In the matter of Case No. 4745 being reopened pursuant to the provisions of Order No. R-4365, which order established special rules and regulations for the Penasco Draw San Andres-Yeso Pool, Eddy County, New Mexico, including a provision for classification of oil wells and gas wells, the spacing thereof, and a limiting gas-oil ratio of 3000 to 1. All interested parties may appear and show cause why said pool rules should remain in effect.

CASE 5042: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Everett D. Burgett and Fireman's Fund American Insurance Companies and all other interested parties to appear and show cause why the Pure State Wells Nos. 1, 2, 3, and 7 located in Units J, J, O, and O, respectively, of Section 15, Township 21 South, Range 27 East, Eddy County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5043: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Kent Shannon and American Employers' Insurance Company and all other interested parties to appear and show cause why the Chaparral Tejano Well No. 1 located in Unit D of Section 10, Township 7 South, Range 26 East, Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5044: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Sycor Newton, Peru Milling Company, R. E. Deming and Aetna Life and Casualty Company and all other interested parties to appear and show cause why the State L 6350 Well No. 1 located in Unit M of Section 10, Township 23 South, Range 11 West, Luna County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5045: Application of Southern Union Production Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to re-enter the Wilson Federal Well No. 1 at an unorthodox location 2310 feet from the North line and 990 feet from the East line of Section 13, Township 22 South, Range 24 East, Eddy County, New Mexico, and to deepen said well to the Morrow formation, the N/2 of said Section 13 to be dedicated to the well.

CASE 5036: (Continued from the July 25, 1973, Examiner Hearing)

Application of The Wil-Mc Oil Corporation for salt water disposal, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the San Andres formation in the perforated interval from 4208 feet to 4282 feet in its Champlin State Well No. 1 located in Unit M of Section 3, Township 8 South, Range 33 East, Chaveroo-San Andres Pool, Chaves County, New Mexico.

DOCKET: EXAMINER HEARING - THURSDAY - AUGUST 9, 1973

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

---

The following cases will be heard before Elvys A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for September, 1973, from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico;
- (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for September, 1973.

CASE 4933: (Readvertised)

Application of Texaco Inc. for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation through the perforated interval from 4280 feet to 4288 feet in its R. T. Wilson Federal Well No. 5 located in Unit J of Section 24, Township 26 South, Range 31 East, North Mason-Delaware Pool, Eddy County, New Mexico.

CASE 5040: Application of Wallen Production Company for a pressure maintenance project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project by the injection of water into the Yates Seven-Rivers formation in its Federal Well No. 2 located in Unit C of Section 20, Township 20 South, Range 34 East, North Lynch Yates-Seven Rivers Pool, Lea County, New Mexico.

CASE 5041: Application of W. T. Wynn for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Kaiser Lake Unit Area comprising 960 acres, more or less, of federal and fee lands in Township 18 South, Ranges 26 and 27 East, Eddy County, New Mexico.

CASE 4789: (Reopened)

In the matter of Case No. 4789 being reopened pursuant to the provisions of Order No. R-4375, which order established special rules and regulations for the Many Gates-Abo Pool, Chaves County, New Mexico, including a provision for 80-acre proration units. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing.

CASE 4548: (Reopened)

In the matter of Case No. 4548 being reopened pursuant to the provisions of Order No. R-4157, which order established special rules and regulations for the Catclaw Draw-Morrow Gas Pool, Eddy County, New Mexico, including a provision for 640-acre proration units. All interested parties may appear and show cause why said pool should not be developed on 320-acre spacing.

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

CASE NO. 5044  
Order No. R-4673

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION COMMISSION ON  
ITS OWN MOTION TO PERMIT SYCOR NEWTON,  
PERU MILLING COMPANY, R.E. DEMING, AND  
AETNA LIFE AND CASUALTY COMPANY AND  
ALL OTHER INTERESTED PARTIES TO APPEAR  
AND SHOW CAUSE WHY THE STATE L 6350  
WELL NO. 1 LOCATED IN UNIT M OF SECTION  
10, TOWNSHIP 23 SOUTH, RANGE 11 WEST,  
LUNA COUNTY, NEW MEXICO, SHOULD NOT BE  
PLUGGED AND ABANDONED IN ACCORDANCE WITH  
A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 14, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 20th day of November, 1973, 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 Sycor Newton, Peru Milling Company, and R.E. Deming are the owners and operators of the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico.

(3) That in order to prevent waste and protect correlative rights and protect fresh water, said State L 6350 Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Commission on or before February 15, 1974.

IT IS THEREFORE ORDERED:

(1) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company are hereby ordered to plug and abandon the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico, on or before February 15, 1974.

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CASE NO. 5044  
Order No. R-4673

(2) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

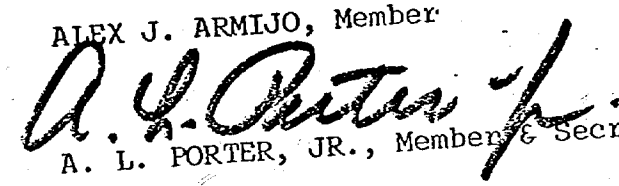
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

SEAL

jr/

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

CASE NO. 5044  
Order No. R-4673

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION COMMISSION ON  
ITS OWN MOTION TO PERMIT SYCOR NEWTON,  
PERU MILLING COMPANY, R.E. DEMING, AND  
AETNA LIFE AND CASUALTY COMPANY AND  
ALL OTHER INTERESTED PARTIES TO APPEAR  
AND SHOW CAUSE WHY THE STATE L 6350  
WELL NO. 1 LOCATED IN UNIT M OF SECTION  
10, TOWNSHIP 23 SOUTH, RANGE 11 WEST,  
LUNA COUNTY, NEW MEXICO, SHOULD NOT BE  
PLUGGED AND ABANDONED IN ACCORDANCE WITH  
A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 14, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 20th day of November, 1973, 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 Sycor Newton, Peru Milling Company, and R.E. Deming are the owners and operators of the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico.

(3) That in order to prevent waste and protect correlative rights and protect fresh water, said State L 6350 Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Commission on or before February 15, 1974.

IT IS THEREFORE ORDERED:

(1) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company are hereby ordered to plug and abandon the State L 6350 Well No. 1, located in Unit M of Section 10, Township 23 South, Range 11 West, NMPM, Luna County, New Mexico, on or before February 15, 1974.



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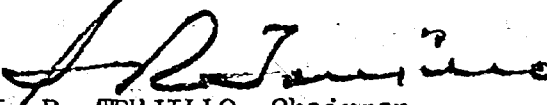
CASE NO. 5044  
Order No. R-4673

(2) That Sycor Newton, Peru Milling Company, R.E. Deming, and Aetna Life and Casualty Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

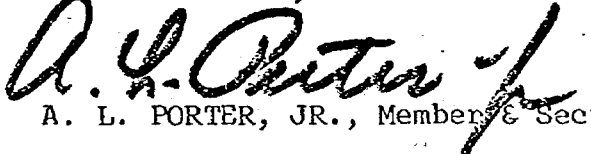
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

S E A L

jr/

DRAFT

dr/ *(initials)*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

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

*(signature)*  
CASE NO. 5043

Order No. R- 4617

IN THE MATTER OF THE HEARING CALLED BY THE  
OIL CONSERVATION COMMISSION ON ITS OWN MOTION  
TO PERMIT KENT SHANNON AND AMERICAN EMPLOYERS'  
INSURANCE COMPANY AND ALL OTHER INTERESTED PARTIES  
TO APPEAR AND SHOW CAUSE WHY THE CHAPARRAL TEJANO WELL NO. 1  
LOCATED IN UNIT D OF SECTION 10, TOWNSHIP 7 SOUTH, RANGE 26  
EAST, CHAVES COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND  
ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

*(initials)*  
ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 9, 1973,  
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this            day of August, 1973, 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 Kent Shannon is the owner and operator of the  
Chaparral Tejano Well No. 1, located in Unit D of Section 10,  
Township 7 South, Range 26 East, NMPM, Chaves County, New Mexico.

(3) That said well was drilled in 1968 and was not productive of commercial quantities of oil or gas.

(4) That notice of intention to plug and abandon said well was filed with the Commission on March 6, 1970.

(5) That said well has not been plugged and the operator has not corresponded with the Commission since 1970.

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Case No. 5043

Order No. R-

<sup>6</sup>  
(p) That in order to prevent waste and protect correlative rights said Chaparral Tezano Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Commission on or before October 1, 1973.

IT IS THEREFORE ORDERED:

(1) That Kent Shannon and American Employers' Insurance Company are hereby ordered to plug and abandon the Chaparral Tezano Well No. 1, located in Unit D of Section 10, Township 7 South, Range 26 East, NMPM, Chaves County, New Mexico, on or before October 1, 1973.

(2) That Kent Shannon and American Employers' Insurance Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia Office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Artesia Office of the date and hour said work is to be commenced whereupon the Commission may, at its option, witness such work.

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

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