CASE NO.

7550

APPlication,
Transcripts,
Small Exhibits,

ETC.

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2	STATE OF NEW MEXICO		•
3	ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION		
	STATE LAND OFFICE BLDG.		
4	SANTA FE, NEW MEXICO	<u>s</u>	
	14 April 1982		
5	EXAMINER HEARING		
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	and the second of the second o	P.	
7	IN THE MATTER OF:	•	
8	Application of Harvey E. Yates		
	Company for the Rescission of	CASE	
9	Order No. R-6918, Chaves County, New Mexico.	7550	
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13	BEFORE: Richard L. Stamets		
14			
15	TRANSCRIPT OF HEARING	tuun <u>∧</u> t	
16		en e	
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17	APPEARANCES		
18			
19	For the Oil Conservation W. Perry Pearc	e, Esq.	
20	Division: Legal Counsel		/ision
20	State Land Off Santa Fe, New		101
21	Santa re, wew.	MEXICO DY.	,01
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	For the Applicants		
23	For the Applicant:		
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MR. STAMETS: Call next Case 7550. MR. PEARCE: The application of Harvey E. Yates Company for the rescission of Order No. R-6918, Chaves County, New Mexico. MR. STAMETS: At the request of the applicant this case will be dismissed. (Hearing concluded.)

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.

Socry lo. Boyd CER_

a complete record of the proceedings in the Examiner hearing of Case No. 2550, nearly me on 4-44 1952.

Weber of Stand, Examiner

Oil Conservation Division

ALLWEY. BOYD, C.S. Rt. 1 Rox 193-8 Sens Pt. Her Mexico 57901 Phone (309) 455-7409 3

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BRILICE KING SOVERHOR LARRY KEHOE SEDIETAR

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

POST DIFFICE BOX 2088 STATE LAND DIFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-9434

April 28, 1982

Mr. Thomas J. Hall Attorney Harvey E. Yates Co		Re:	CASE NO.			
P. O. Box 1933			Applican	icant:		
		e de la companya de l	Harvey E	. Yates (Company	
Dear Sir:					(September 1997)	
Enclosed herewith Division order rec	are two co	opies ered i	of the ab n the sub	ove-refer	renced	
Yours very truly,						
JOE D. RAMEY Director						
JDR/fd					10 15 10 15 30	
Copy of order also	sent to:					
Hobbs OCD x Artesia OCD x 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. 7550 Order No. R-6961

APPLICATION OF HARVEY E. YATES COMPANY FOR THE RESCISSION OF ORDER NO. R-6918, Chaves County, New Mexico.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 14, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>28th</u> day of April, 1982, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 7550 is hereby dismissed.

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

STATE OF NEW MEXICO

学是**对**自身的一个大学员

JOE D. RAMEY,

Director

SEAL

Dockets No. 11-82 and 12-82 are tentatively set for April 28 and May 12, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 14, 1982

9 A.M. - O'LL COMMERCATION DIVISION CONTENENCE ROOM STATE LAND OFFICE BUILDING, SANTA PE, NEW PEXICO

The following cases will be beard before Richard L. Stamets, Examiner, or Deniel S. Skitter, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for May, 1982, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
 - (2) Consideration of the allowable production of gas for May, 1982, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 7536: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit A. H. Bernstein and all other interested parties to appear and show cause why the Allan Well No. 1 located in Unit F, Section 23, Township 29 Borth, Range 13 West, San Juan County, should not be re-entered and plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7537: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit F. K. Umbaryer, Trustee and all other interested parties to appear and show cause why the Davis Pooled Unit Well No. 1, located in Unit F. Section 27, Township 29 North, Range 11 West, San Juan County, should not be re-entered and plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7538: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Francis L. Harvey and all other interested perties to appear and show cause why the Pinkstaff Estate Well No. 1, located in Unit A, Section 29, Township 29 North, Range in West, San Juan County, should not be re-entered and plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7539: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit S.M.M.S. Company, American Employers Insurance and all other interested parties to appear and show cause why the following wells: Waggener No. 1, Brown No. 2, Wyper No. 2, located in Units K, M, and O, respectively, of Section 29, Township 30 North, Runge 12 Nest, San Juan County, should not be plugged and abandoned in accordance with Division-approved plugging programs.
- CASE 7540: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Pauly-Anderson-Pritchard and all other interested parties to appear and show cause why the Maloy Well No. 1, located in Unit P, Section 16, Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7541: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit E. J.

 Niley and all other interested parties to appear and show cause why the Mare (Ransom) Mell Mo. 1, located
 in Unit N, Section 14, Township 29 North, Range 11 Nest, San Juan County, should not be plugged and
 abandoned in accordance with a Division-approved plugging program.
- CASE 7542: In the metter of the hearing called by the Oil Conservation Division on its own motion to permit Benson-Montin-Greer Drilling Corporation, Hartford Accident and Indemnity Company, and all other interested parties to appear and show cause why the following wells: Dustin No. 1, located in Unit K, Section 6, and the Gallegos Canyon Unit No. 2, located in Unit K, Section 35, both in Township 29 North, Range 12 West, and the Segal No. 1, located in Unit K, Section 10, and the Price No. 1, located in Unit N, Section 15, both in Township 31 North, Range 13 West, San Juan County, should not be plugged and abendoned in accordance with Division-approved plugging programs.
- CASE 7543: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Calvin Petroleum Corporation, United States Pidelity and Guaranty Co., and all other interested parties to appear and show cause why the Kaespf SMD Wall No. 1, located in Unit N, Section 19, Township 30 North, Runge 11 Meet, Max Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

- CASE 7544: Application of Dinero Operating 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 660 feet from the North and East lines of Section 20, Township 22 South, Range 28 East, Norrow formation, the N/2 of said Section 20, to be dedicated to the well.
- CASE 7545: Application of Baker Engineering for a non-standard gas proration unit, Eddy County, New Mexico.

 Applicant, in the allowe-styled cause; seeks approval of a 258.16-acre non-standard gas proration unit for the Morrow formation comprising all of partial Section 32, Township 26 South, Range 30 East.
- CASE 7546: Application of Sonny's Oil Field Services, Inc. for an oil treating plant permit, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at its salt water disposal site in the NW/4 ME/4 of Section 29, Township 18 South, Range 38 East.
- CASE 7547: Application of Anadarko Production Company for an unorthodox oil well location, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of an unorthodox location 2550 feet from the Morth

 line and 1350 feet from the Mest line of Section 15, Township 22 South, Range 37 East, Penrose Skelly

 Pool, the SE/4 BM/4 of said Section 15 to be dedicated to the well.
- CASE 7517: (Continued from March 31, 1982, Examiner Hearing)

 Application of Anadarko Production Company for an unorthodox oil well location, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of an unorthodox location 1450 feet from the South line and 1400 feet from the West line of Section 15, Township 22 South, Range 37 East, Turose Skelly Pool, the ME/4 SW/4 of said Section 15 to be dedicated to the well.
- CASE 7548: Application of Taboe Oil & Cattle Co. for salt water disposal, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San
 Andres formation in the perforated interval from 4932 feet to 4992 feet in its Schwalbe Well No. 1,
 located in Unit P of Section 21, Township 9 South, Range 37 East, West Sawyer-San Andres Pool.
- CASE 7549: Application of H. L. Brown for an unorthodox gas well location, Lea County, New Mexico.

 Applicant, in the showe-styled cause, seeks approval of an unorthodox Pennsylvanian gas well location 609 feet from the South line and 1665 feet from the East line of Soction 32, Township 15 South, Range 32 East, the S/2 of said Section 32 to be dedicated to the well, an existing well which is to be deepened.
- CASE 7550: Application of Harvey E. Tates Company for the Rescission of Order No. R-6918, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks the rescission of Order No. R-7918, which compulsorily pooled the Atoka-Horrow formation underlying the N/2 of Section 19, Township 8 South, Range 30 East, Chaves County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. Applicant now seeks the rededication of the E/2 of said Section 19 to the aforesaid well without compulsory pooling.
- CASE 7551: Application of Harvey E. Yates Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Missiasippian formations underlying the E/2 of Section 21, Township 11 South, Range 31 East, to be dedicated to a well 10 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7552: Application of Merrion Oil & Gas Company for compulsory pooling, Sandoval County, New Mexico.

 Applicant, in the above-etylad cames, seeks an order pooling all mineral interests down through and including the Gallup formation underlying the 8/2 s2/4 of Section 20, Township 23 North, Sange 6 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 Die cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7553: Application of Fred Pool Drilling Company for compulsory pooling, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Abo formation, underlying the SM/4 of Section 17, Township 6 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be occasidered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating ocess and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Page 3 of 5 Examiner Hearing - WEDNESDAY - APRIL 14, 1982

CASE 7520: (Continued and Readvertised)

Application of Lewis B. Burleson, Inc. for compulsory pooling and a non-standard oil promation unit. Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Jalmat Pool underlying a 30-acre non-standard oil promation unit comprising the N/2 of the Easternmost 60 acres of the NM/4 of Section 15, Township 24 South, Range 36 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 7554: Application of Morris R. Antwell for compulsory pooling: Lea County, New Maxico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the top of the Drinkard formation underlying the NN/4 SN/4 of Section 5, Township 20 South, Range 38 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7555: Application of Morris R. Antwell for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the top of the Drinkard formation underlying the SM/4 HW/4 of Section 5, Township 20 South, Range 38 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7556: Application of MGF Oil Corporation for compulsory pooling, Len County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the San Andres formation underlying the NE/4 NW/4 of Section 5, Township 20 South, Range 39

 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7557: Application of MOF Oil Corporation for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Seven Rivers formation underlying the SW/4 of Section 32, Township 19 South, Range 39 East, 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 charge for cupervision, designation of applicant as operator of the well and a charge for risk involved in crilling said well.
- Case 7558: Application of MGF Oil Corporation for compulsory pooling, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Seven Rivers formation underlying the SE/4 of Section 31, Township 19 South, Range 39 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 7515: (Continued from March 31, 1982 Examiner Hearing)

Application of Four Corners Gas Producers Association for designation of a tight formation, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Dakota formation underlying all or portions of Townships 26 and 27 North, Range 12 and 13 West, Township 28 North, Range 13 Mest, Township 29 North, Ranges 15 through 15 th, and Township 30 North, Ranges 14 and 15 West, containing 164,120 acres, more or less, as a tight instation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271, 701,705.

Page 4 of 5 Examiner Hearing - WEDNESDAY - APRIL 14, 1982

- CASE 7559: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, abolishing, and extending certain pools in Lea and Roosevelt Counties, New Mexico.
 - (a) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Mississippian production and designated as the Caudill-Mississippian Gas Pool. The discovery well is the Moran Exploration, Inc. Gann Well No. 1 located in Unit D of Section 9, Township 15 South, Range 36 East, NNPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 36 EAST, HIPM Section 9: NW/4

(b) CREATE a new pool in Roosevelt County, New Mexico, classified as an oil pool for Pennsylvanian production and designated as the North Dora-Penrsylvanian Pool. The discovery well is the Enserch Exploration, Inc. Collier Well No. 1 located in Unit I of Section 29, Township 4 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 4 SOUTE, RANGE 33 EAST, NMPM Section 29: E/2

(c) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Johnson Ranch-Morrow Gas Pool. The discovery well is the Nesa Petroleum Company Jackson Unit Well No. 1 located in Unit G of Section 22, Township 24 South, Range 33 East, EMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, MRPH Section (): E/2

(d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Delawara production and designated as the East Triste Draw-Delaware Pool. The discovery well is the Getty Oil Company Getty 28 State Well No. 1 located in Unit J of Section 28, Township 24 South, Pange 33 East, NOPM. Said pool would compr. a:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM Section 28: SE/4

(e) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Trists Draw-Morrow Gas Pool. The discovery well is the Amoco Production Company State IG Com Well No. 1 located in Unit 8 of Section 32, Township 23 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 32 PAST, NMPM Section 32: N/2

(f) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Vaca Draw-Wolfcamp Gas Pool. The discovery well is the HNG Oil Company Bell Lake 11 Federal Well #1 located in Unit B of Section 11, Township 25 South, Range 33 East, MMPM. Suid pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 33 EAST, NMPM Section 11: N/2

(g) CREATS a new pool in Lea County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Nest Vacuum-Bone Spring Pool. The discovery well is the Amoco Production Company State HS Com Well No. 1 located in Unit K of Section 9, Township 18 South, Range 34 East, MMFM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPH Section 9: 5%/1

(h) CREATE a new pool in Roosevelt County, New Mexico, classified as a gas pool for Granite Mash production and designated as the South Tanneyhill-Granite Wash Gas Pool. The discovery well is the Threshold Development Company Harris 14 Well No. 1 lucated in Unit B of Section 14. Township 6 South, Range 33 East, NMPM, currently classified as producing from the Pennsylvanian formation and in the Tanneyhill-Pennsylvanian Gas Pool. The well has been re-evaluated and the producing interval is more correctly defined as Granite Wash. Said pool would comprise:

TOWNSHIP 6 SOUTH, RANGE 33 EAST, NHPN Section 14: N/2

(i) ABOLISH the Tanneyhill-Pennsylvanian Gas Pool in Roosevelt County, New Mexico. as heratofore classified, defined, and described as:

TOWNSHIP 6 SOUTH, RANGE 33 EAST, MNPM Section 14: All

(j) EXTEND the Baum-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NHPM Section 7: SE/4

(k) EXTEMD the Bilbrey-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 02 SOUTH, RANGE 32 EAST, NMPM Section 4: N/2 Section 5: NE/4

(1) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico, to include therain:

TOWNSHIP 20 SOUTH, RANGE 36 EAST, NMPM Section 33: NM/4

(m) EXTEND the Bootleg Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM Section 17: W/2

(n) EXTEND the Buffalo-Pennsylvaniar Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 ZAST, NHPM Section 9: M/2

(o) EXTEND the Morth Peterson-Pennsylvanian Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 4 SOUTH, RANGE 33 EAST, PROPH Section 16: SE/4 Section 20: NE/4

(p) EXTEMD the South Peterson-Pennsylvanian Associated Fool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 6 SOUTH, RANGE 33 FAST, NHPM Section 14: All

(q) EXTEND the Sowell-Morrow Pool in Les County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 11: NM/4

(r) EXMEND the Wants-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 9: NE/4



P. O. BOX 1933

March 24, 1982

Case 7550

Ms. Florine Davidson
New Mexico Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501

Application to Rescind

Order No. R-6918

Dear Florine:

Attached is the Application to Rescind Order No. R-6918.

Thank you for helping me out by taking over the phone the information you needed to publish your notice of the case.

Sincerely,

Thomas J. Hall, III

Attorney

TJH, III:j

Attachment



BEFORE THE OIL CONSERVATION DIVISION

ENERGY AND MINERALS DEPARTMENT

OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF HARVEY E. YATES COMPANY TO RESCIND ORDER NO. R-6918

Case No. 7550

APPLICATION

COMES NOW HARVEY E. YATES COMPANY by its attorney and respectfully states:

- (1) Harvey E. Yates Company was the applicant in Case No. 7490 which was heard on February 17, 1982.
- (2) In Case No. 7490, Harvey E. Yates Company sought an order pooling all mineral interests down through and including the Atoka-Morrow formation underlying the N/2 of Section 19, Township 8 South, Range 30 East, N.M.P.M., Chaves County, New Mexico.
- (3) On March 5, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner issued Order No. R-6918.
- (4) Order No. R-6918 prescribed:

"That all mineral interests, whatever they may be, down through and including the Atoka-Morrow formation underlying the N/2 of Section 19, Township 8 South, Range 30 East, N.M.P.M., Chaves County, New Mexico, are hereby pooled to form a standard 320-acre space and proration unit to be dedicated to a well to a filled at a standard location thereon."

- (5) Applicant has reconsidered the need for dedicating the N/2 of Section 19 to a 320-acre spacing and proration unit for its well located 1980 feet from the North line and 1980 feet from the East line of Section 19.
- (6) Applicant feels that dedicating the E/2 of Section 19 to a 320-acre spacing and promation whit for the well mentioned in (5) above would be more prudent.

(7) The E/2 of Section 19, Township 8 South, Range 30 East, N.M.P.M., Chaves County, New Mexico is held by three leases, each of which covers the lessors' undivided interest in said E/2. Applicant is the lessee of all three leases. Therefore, there would be no need to pool any additional parties.

WHEREFORE, applicant prays:

- A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.
- B. That upon hearing, the Division enter its order rescinding Order No. R-6918 and allowing applicant to dedicate the E/2 of Section 19, Township 8 South, Range 30 East, N.M.P.M., Chaves County, New Mexico to a standard 320-acre gas spacing and proration unit for applicant's well located 1980 feet from the North line and 1980 feet from the East line of sa d Section 19.
- C. For such further relief as the Division deems just and proper.

Dated this 24 day of March, 1982.

HARVEY E. YATES COMPANY

y: ///// Thomas J Attorney

Memo

From

FLORENE DAVIDSON ADMINISTRATIVE SECRETARY

To Called in by Joe Hall 3/24/82

Harvey E. gates Company Rescission of Order No. R. 6918 Chaves County

Authorized Compulsory pooling of the N/2 of Dection 15, 786, R 30E

Now rededicating the E/2 of said Section 19 to the providion unit

OIL CONSERVATION COMMISSION-SANTA FE

Orbar

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:

M-5

APPLICATION OF HARVEY E. YATES COMPANY FOR THE RESCISSION OF ORDER NO. R-6918, Chaves County, New Mexico.

CASE NO. 7550 Order No. R- 16 94 1

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 14, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this day of April, 1982, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 7550 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY, Director

SEAL

Continued

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May 12-

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