

CASE NO.

7698

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APPLICATION,  
TRANSCRIPTS,  
SMALL EXHIBITS,  
ETC.

## NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date OCTOBER 13, 1982 Time: 9:00 A.M.

NAME	REPRESENTING	LOCATION
Bub Hulen E. R. Manning Rick & Judy	Bryan El Paso Natural Gas Co. & Bure. Inc.	Suite 20 El Paso Farmington

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
13 October 1982

EXAMINER HEARING

IN THE MATTER OF:

Application of Joel B. Burr, Jr.,  
for a non-standard proration unit  
and an unorthodox location, San Juan  
County, New Mexico.

CASE  
7698

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

W. Perry Pearce, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

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I N D E X

STATEMENT BY RICHARD TULLY

E X H I B I T S

Applicant Exhibit One, Packet of Documents

1  
2 MR. NUTTER: We'll call next Case Number  
3 7698.

4 MR. PEARCE: That is on the application  
5 of Joel B. Burr, Jr., for a nonstandard proration unit and  
6 an unorthodox location, San Juan County, New Mexico.

7 MR. TULLY: May it please the Division,  
8 I'm Richard Tully from Farmington, New Mexico, representing  
9 Joel Burr.

10 If you think it necessary, I will gladly  
11 be the witness for this particular matter; otherwise I'd  
12 just like to make certain statements and representations to  
13 the Division.

14 MR. NUTTER: Let's hear your argument on  
15 behalf of this case, Mr. Tully.

16 MR. TULLY: If I might be so presumptuous,  
17 Mr. Nutter, I will hand to you three sets of what we've  
18 elected to call Exhibit Number One. Please note that at-  
19 tached to the application that was filed in this matter by  
20 John Alexander as agent for Joel B. Burr, on page -- the  
21 fourth page, there is a schematic diagram of a proposed sub-  
22 division, covering the northeast quarter of the northwest  
23 quarter of Section 29, Township 31, Range 12 West.

24 You will note on that, that particular  
25 diagram, that the proposed location is located in a secondary

1  
2 area for the proposed sub-division. In the -- somewhat in the  
3 upper lefthand corner you will see there is a road that comes  
4 in a cul-de-sac type of paving project, and you'll also note  
5 in the middle of the 40 acres there is a road that goes in  
6 somewhat of a half circle type of manner, and then you'll note  
7 that the proposed location is located to the outside of that  
8 circular road, and pursuant to negotiations with the surface  
9 owner, as well as hearings before the planning and zoning  
10 commission, as well as the City Council of the City of Farm-  
11 ington, this was the best proposed location for this well  
12 within the city limits.

13 Also, you will note in this same Exhibit  
14 A, consents that had previously been executed and returned  
15 back by the offsetting operators, and I believe that you may  
16 possibly also have some originally executed consents in your  
17 file.

18 MR. NUTTER: Mr. Tully, is there an owner-  
19 ship map that shows who the offset operators are?

20 MR. TULLY: Attached -- no, Your Honor.  
21 Attached to the previously filed application for unorthodox  
22 location, as well as attached to this particular application,  
23 you will see that there is a list of the offset operators.

24 MR. NUTTER: Okay, and there is -- okay,  
25 and there is a map attached to the original application.

1  
2 MR. TULLY: Oh, okay, I'm sorry. I  
3 didn't have a copy.

4 MR. NUTTER: It appears then that the  
5 nonstandard proration unit is offset to the north by Mobil.  
6 Do you have a waiver in here for Mobil?

7 MR. TULLY: I have in the packet that I  
8 just presented to you, one from Mobil dated September 2nd,  
9 1982, executed by W. P. Simmon, Junior, dated September 20th,  
10 1980, on behalf of J. A. Morse, Regulatory Engineering Super-  
11 visor.

12 MR. NUTTER: Okay, then Amoco is the off-  
13 set operator to the northwest, west, southwest.

14 Do you have a waiver from Amoco?

15 MR. TULLY: My apologies, Mr. Nutter.  
16 We do have a consent to that but I don't seem to have it to  
17 present it to the Division.

18 Has the Division possibly received it  
19 direct from Amoco?

20 MR. NUTTER: It's not in this file if  
21 we have.

22 MR. TULLY: May it please the Division,  
23 I will supply that --

24 MR. NUTTER: You have received one from  
25 Amoco?

1  
2 MR. TULLY: Yes, sir, and I will supply  
3 a copy of that to the Division.

4 If I might bring something else up, Mr.  
5 Nutter, is on September 17th, 1982, amended Administrative  
6 Order NSP-1327 approved the unorthodox -- excuse me, the non-  
7 standard proration unit for the 120 acres administratively.

8 MR. NUTTER: Okay, so that portion of this  
9 application, then, can be dismissed without prejudice.

10 MR. TULLY: Yes, sir.

11 MR. NUTTER: But the normal rule requires  
12 all offset operators to the proration unit to furnish a  
13 waiver for the unorthodox location, so I'm not concerned with  
14 the 120-acre nonstandard proration unit at this time --

15 MR. TULLY: Yes, I --

16 MR. NUTTER: -- but with the waivers.

17 MR. TULLY: Yes, sir.

18 MR. NUTTER: Okay, then Pioneer is an  
19 offset operator to the east and to the south.

20 Do you have a waiver from Pioneer?

21 MR. TULLY: Yes. Flag-Redfern Oil Com-  
22 pany on behalf of Pioneer has -- it was our understanding  
23 from the title work that was done that Flag-Redfern was the  
24 owner from the surface to the base of the Pictured Cliffs  
25 formation, and then below the base of the Pictured Cliffs



1  
2 formation was owned by Pioneer, and therefor, it was not --  
3 we do have a letter from Pioneer, which I did not include in  
4 this exhibit because they did not have any interest owner-  
5 ship from the surface to the base of the Pictured Cliffs.  
6 It was below the base of the Pictured Cliffs, which we dis-  
7 covered on --

8 MR. NUTTER: Yeah, and Flag-Redfern would  
9 be the owner here --

10 MR. TULLY: Flag-Redfern, yes.

11 MR. NUTTER: -- who would be involved.

12 MR. TULLY: Yes, and I think you'll  
13 notice that Tom Dugan, as agent on behalf of Flag-Redfern,  
14 has executed the consent, and that's in the material that I  
15 presented to you.

16 MR. NUTTER: Okay, and then Southland  
17 Royalty is an offset with the 40 acres in that quarter sec-  
18 tion that's not included in the proration unit.

19 MR. TULLY: Yes. In the packet that I  
20 presented to you, C. C. Parsons, District Production Manager,  
21 on behalf of Southland Royalty Company, has executed the  
22 consent.

23 MR. NUTTER: Okay. Now if you could  
24 furnish us with a copy of the Amoco waiver, and also a copy  
25 of the letter from Pioneer, we'd appreciate it and make our

1  
2 file complete, Mr. Tully.

3 MR. TULLY: Okay, we will, yes, sir.

4 MR. NUTTER: And we will dismiss that  
5 portion of the case relating to the nonstandard proration  
6 unit.

7 MR. TULLY: I have nothing further, Mr.  
8 Nutter, unless you have something.

9 MR. NUTTER: And we will consider only  
10 the nonstandard location.

11 You have nothing further?

12 MR. TULLY: No. Thank you.

13 MR. NUTTER: Does anyone have anything  
14 they wish to offer in Case Number 7698?

15 We'll take the case under advisement.

16  
17 (Hearing concluded.)  
18  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that  
the foregoing Transcript of Hearing Before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Division hearing of Case No. 7698  
heard by me on 10/13 1982  
[Signature], Examiner  
Oil Conservation Division

SALLY W. BOYD, C.S.R.  
Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

October 15, 1982

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

Mr. Richard T. C. Tully  
Attorney at Law  
P. O. box 268  
Farmington, New Mexico 87401

Re: CASE NO. 7698  
ORDER NO. R-7109

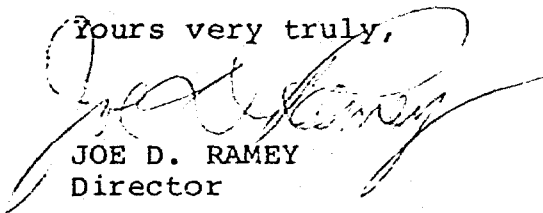
Applicant:

Joel B. Burr, Jr.

Dear Sir:

Enclosed herewith are two copies of the above-referenced  
Division order recently entered in the subject case.

Yours very truly,

  
JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD X  
Artesia OCD X  
Aztec OCD X

Other \_\_\_\_\_  
\_\_\_\_\_

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

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

CASE NO. 7698  
Order No. R-7109

APPLICATION OF JOEL B. BURR, JR.  
FOR A NON-STANDARD PRORATION UNIT  
AND AN UNORTHODOX LOCATION, SAN  
JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 13, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 15th day of October, 1982, 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 already having received administrative approval of his proposed 120-acre non-standard gas proration unit comprising the N/2 NW/4 and SW/4 NW/4 of Section 29, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico, now requests that that portion of this case relating to said non-standard unit be dismissed.

(3) That the applicant seeks approval for an unorthodox location for a well to be drilled at a point 560 feet from the North line and 2440 feet from the West line of said Section 29, said well being projected to the Fulcher Kutz-Pictured Cliffs Pool.

(4) That said unorthodox location is necessitated by a proposed housing development in the area by San Juan Development Corporation.

-2-

Case No. 7698  
Order No. R-7109

(5) That said San Juan Development Corporation as well as all offsetting oil and gas lease owners have waived objection to the proposed unorthodox location.

(6) That said proposed unorthodox location will not impair correlative rights nor cause waste and should be approved, and the non-standard proration unit portion of this case should be dismissed.

IT IS THEREFORE ORDERED:

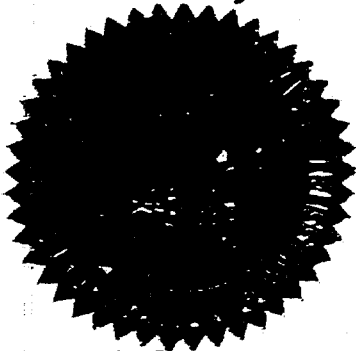
(1) That an unorthodox gas well location is hereby approved for Joel B. Burr, Jr., for a well to be drilled at a point 560 feet from the North line and 2440 feet from the West line of Section 29, Township 30 North, Range 12 West, NMPM, Fulcher Kutz-Pictured Cliffs Pool, San Juan County, New Mexico.

(2) That a 120-acre non-standard gas spacing and proration unit comprising the N/2 NW/4 and SW/4 NW/4 of said Section 29 shall be dedicated to said well.

(3) That that portion of this case relating to the approval of the aforesaid non-standard proration unit is hereby dismissed.

(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.



SEAL

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

JOE D. RAMEY  
Director

fd/

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P.O. BOX 190      505/326-1135

FARMINGTON, NEW MEXICO 87401

September 1, 1982

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

Attention: Mr. Joe Ramey

RE: Unorthodox Location  
Joel B. Burr, Jr.

Dear Sirs:


Joel B. Burr, Jr. requests administrative approval of a non-standard location for his #2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. This site is needed because of topography. The area surrounding any standard location in this quarter-quarter is sub-divided. The move to the above location was made to get away from future housing lots. This property is within the city limits of Farmington, New Mexico and is owned by San Juan Country Club. This particular site selection was also made on geological considerations.

Attached are the following:

1. Form C-102 showing the site and ownership of offsetting acreage.
2. List of all offset operators.
3. Sub-division plan showing well site and related fixtures.

All offset operators have been notified by certified mail of this application.

Sincerely,

  
John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

BEFORE EXAMINER NUTTER
SECTION DIVISION
7698
1

All distances shall be from the center of the well.

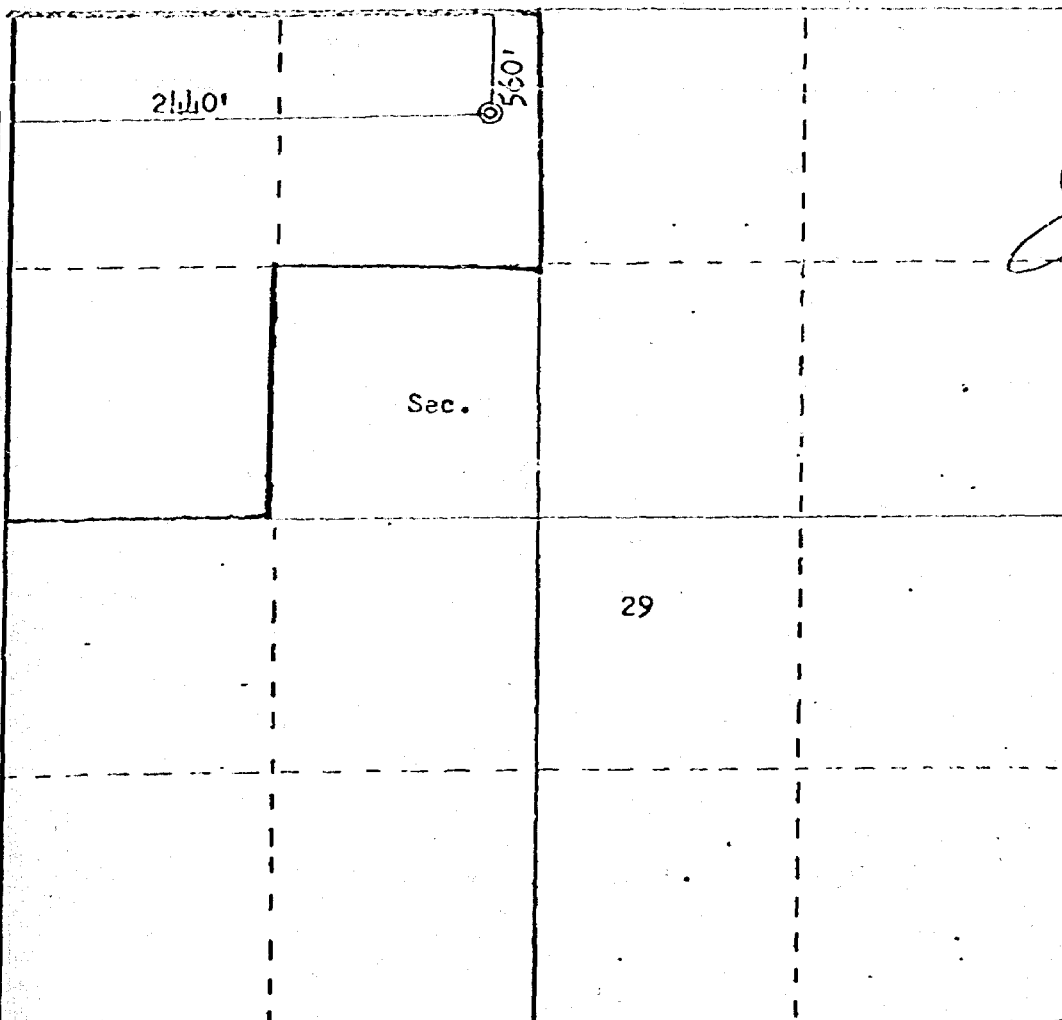
Operator <b>JOEL B. BURR JR.</b>		Lease <b>COUNTRY CLUB</b>		Well No. <b>2</b>
Unit Letter <b>C</b>	Section <b>29</b>	Township <b>30N</b>	Range <b>12W</b>	County <b>San Juan</b>
Actual Footage Location of Well				
<b>560</b>	feet from the	<b>North</b>	line and	<b>2440</b>
				feet from the
				<b>West</b>
Ground Level Elev. <b>5612</b>	Producing Formation <b>Pictured Cliff</b>		Pool <b>Fulcher Kutz</b>	Dedicated Acreage <b>120</b>
				Acres

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?

☐ Yes ☐ No If answer is "yes," type of consolidation

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 Commission.



Scale: 1"=1000'

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*John Alexander*

Name  
**John Alexander**  
Position  
**Agent**  
Company  
**Joel B. Burr, Jr.**

Date  
**8/30/82**

I hereby certify that the well location shown on this plat was plotted 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  
**August 28, 1982**  
Registered Professional Engineer and Land Surveyor  
*Fred B. Burr*  
**Fred B. Burr**  
Certificate No.  
**3950**



JOEL B. BURR, JR.  
No. 2 Country Club  
NW/4 29-30N-12W

OFFSET OPERATORS

Flag-Redfern Oil Company  
P.O. Box 2280  
Midland, Texas 79702

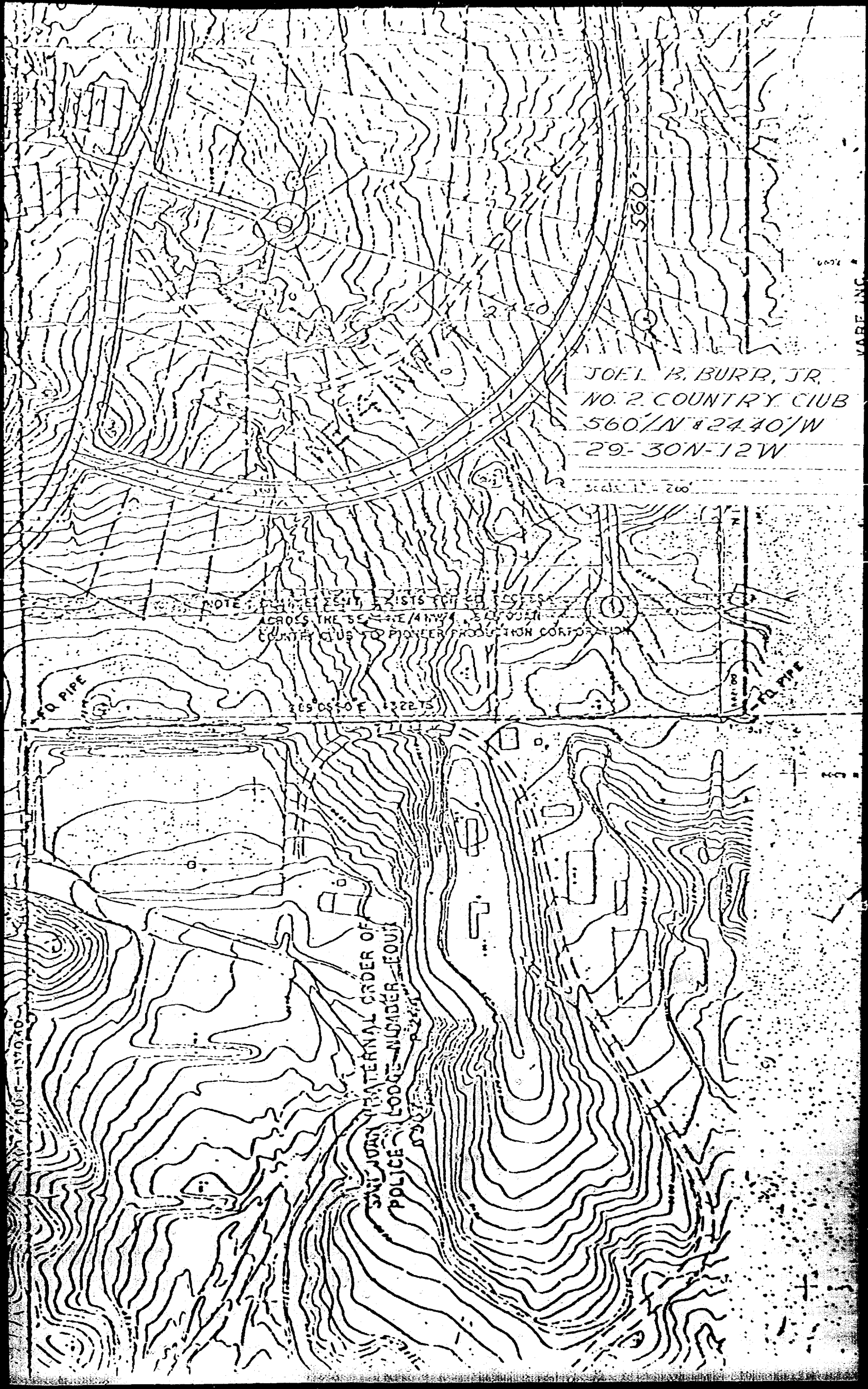
Southland Royalty Company  
1000 Fort Worth Club Tower  
Fort Worth, Texas 76102

Amoco Production Company  
1616 Glenarm  
Denver, CO 80202

Mobil Producing Texas & New Mexico, Inc.  
Nine Greenway Plaza  
Suite 2700  
Houston, Texas 77046  
Attention: Joe A. Morris

Unicon Producing Company  
P.O. Box 2120  
Houston, Texas 77001

Pioneer Production Corporation  
P.O. Box 2542  
Amarillo, Texas 79189



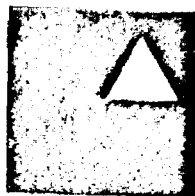
JOEL B. BURR, JR.  
NO. 2 COUNTRY CLUB  
560°N 2440°W  
29-30N-12W

Scale 1" = 200'

NOTE: FENCE LINE EXISTS FOR 20 ACRES  
ACROSS THE SECTION 41N/24E  
COUNTRY CLUB TO PIONEER PRODUCTION CORPORATION

560°N 2440°W

SALVADOR PATERNAL ORDER OF  
POLICE LODGE NUMBER 1004



LAWRENCE A. BREWER  
& ASSOCIATES, INC.

CONSULTING ENGINEERS

September 1, 1982

Mr. Rick Tully, Attorney  
Cooney & Tully  
811 West Apache Street  
Farmington, New Mexico 87401

Re: Joel Burr No. 2 Country Club Well

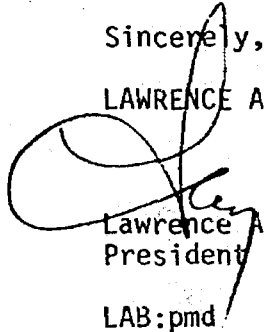
Dear Rick:

I have reviewed the drawings relative to the revised location of the referenced well which has been changed to a location which is 560 feet from the north line and 2,440 feet from the west line of Section 29, T.30 N., R.12 W. We have reviewed this revised location and find it to be satisfactory with regards to the future plans for the Country Club Estates Development.

We are concerned with the proposed routing of pipelines to the west of this location and would appreciate the opportunity of meeting with you in order to coordinate the final location of such lines in order to insure compatibility with future developments.

Sincerely,

LAWRENCE A. BREWER & ASSOCIATES, INC.

  
Lawrence A. Brewer, P.E.  
President

LAB:pmd F-264-D

cc: Mr. Paul McClendon, Four Corners Savings & Loan Association  
Mr. Red Walsh, Walsh Engineering

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. Box 190      505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Southland Royalty Company  
1000 Fort Worth Club Tower  
Fort Worth, Texas 76102

RE: Request for Approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Sirs:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.

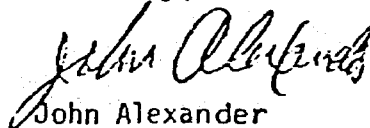
An unorthodox site is needed to avoid a planned sub-division. The location is within the Farmington, New Mexico city limits on property owned by the San Juan Country Club. Geological considerations also defined the selected site.

Attached are the following:

1. Form C-102 showing the site.
2. Sub-division plan show the well and planned housing in the area.

We request that you waive a hearing on this matter by executing one copy of this letter below and returning it in the enclosed envelope.

Sincerely,

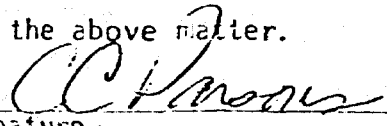


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Southland Royalty Company waives a hearing on the above matter.

  
Signature

C. C. Parsons -District Production Manager  
Name & Title (Printed or Typed)

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P.O. BOX 190 — 505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Mobil Producing Texas & New Mexico, Inc.  
Nine Greenway Plaza, Suite 2700  
Houston, Texas 77046

Attention: Mr. Joe A. Morris

RE: Request for Approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Mr. Morris:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.

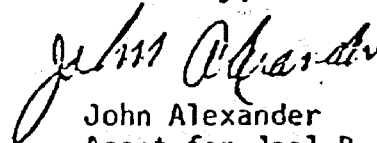
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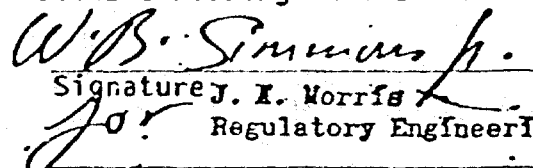


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Mobil Producing Texas & New Mexico, Inc. waives a hearing on the above matter.

 9/20/82  
Signature J. A. Morris  
Regulatory Engineering Supervisor  
Name & Title (Printed or Typed)

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. BOX 190 505/326-1133JR

FARMINGTON, NEW MEXICO 87401

September 2, 1982

JHI

GSR

RMG

ENG

GEO

L&L

ACCT.

SEP 7 1982

Flag-Redfern Oil Company  
P.O. Box 2280  
Midland, Texas 79702

RE: Request for Approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Sirs:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FWL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.

An unorthodox site is needed to avoid a planned sub-division. The location is within the Farmington, New Mexico city limits on property owned by the San Juan Country Club. Geological considerations also defined the selected site.

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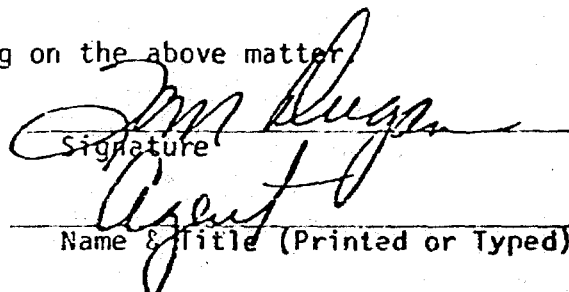


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Flag-Redfern Oil Company waives a hearing on the above matter



Signature

Name & Title (Printed or Typed)

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. BOX 190 . . . . . 505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Unicon Producing Company  
P.O. Box 2120  
Houston, Texas 77001

RE: Request for Approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Sirs:

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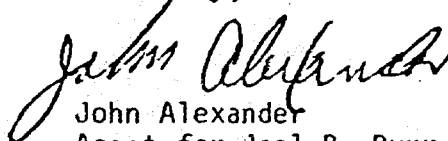
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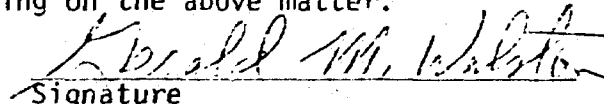


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Unicon Producing Company waives a hearing on the above matter.

  
Signature

GERALD M. WASTON, GENERAL MANAGER  
Name & Title (Printed or Typed)

RECEIVED SEP 21 1982

# San Juan Development Corporation

5700 COUNTRY CLUB ROAD

FARMINGTON, NEW MEXICO 87401

(505) 327-4454

September 8, 1982

Mr. John Alexander  
3-E Company  
P.O. Box 190  
Farmington, New Mexico 87401

RE: Joel B. Burr, Jr.,  
Picture Cliffs Well Loca-  
tion, San Juan Development  
Corp. Property, San Juan  
County, New Mexico

Dear Mr. Alexander,

By this letter you are advised that at a special board meeting of the San Juan Development Corporation held at 12:00 (noon), Tuesday, September 7, 1982 at the San Juan Country Club, that the following motion was presented, recorded and approved.

"That approval be given to the proposed well locations as submitted."

Also at the meeting you were advised and of which you agreed that the matter concerning royalty or overriding royalty and surface damages will be finalized at a later date and prior to any construction of roads and well pads.

Very truly yours,



Ewell N. Walsh, President

ENW/jlc

cc: Mr. Rick Tully, Esq.  
Mr. Frank Williams  
Mr. Mark Weidler



# San Juan Development Corporation

5700 COUNTRY CLUB ROAD

FARMINGTON, NEW MEXICO 87401

(505) 327-4454

September 24, 1982

Mr. John Alexander  
3-E Company  
P. O. Box 190  
Farmington, New Mexico 87401

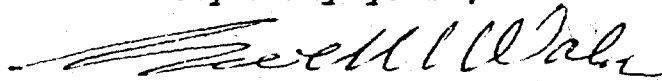
REF: Joel B. Burr, Jr.  
Pictured Cliffs Well Locations  
San Juan Development Corporation  
Property, San Juan County,  
New Mexico

Dear Mr. Alexander:

As per your request of September 23, 1982, the following is on behalf of the San Juan Development Corporation.

1. In addition to approval of the proposed well location, the operator will be granted access to the well location across the San Juan Development Corporation property. The access will be agreed upon by the operator and San Juan Development Corporation prior to construction.
2. The San Juan Development Corporation has no objection to the use of lined earth circulating mud pits. However, a reserve pit shall not be utilized and the fluid will be removed from the circulating mud pits, when necessary, by vacuum truck and disposed of off of the San Juan Development Corporation property. Also, at completion of drilling the fluid in the pits will be removed and disposed of in the same manner. After removal of the fluid, the pits will be filled and leveled.

Very truly yours,



Ewell N. Walsh, President

ENW:rr

cc: Mr. Rick Tully, Esq.  
Mr. Frank Williams  
Mr. Mark Weidler

RECEIVED SEP 27 1982

Pioneer Production Corporation

First National Place Post Office Box 2542, Amarillo, Texas 79189 1 306 376-5891 TWX 910 898-4185

John W. Goehring

Manager of Reservoir Engineering

August 20, 1982

New Mexico Oil Conservation Division

P. O. Box 2088

Santa Fe, New Mexico 87501

Attn: Mr. Joe D. Ramey  
Division Director

RE: Application for Administrative Approval  
of Non-Standard Unit  
Applicant - Joel B. Burr, Jr.  
Lease - SW/4 NW/4 and N/2 NW/4  
Section 29-T30N-R12W N.M.P.M.  
120 Acres  
San Juan County, New Mexico

Gentlemen:

Pioneer Production Corporation has no objection to the proposed non-standard unit provided the well is not drilled and completed below the base of the Pictured Cliffs Formation. Pioneer Production Corporation operates Dakota gas wells and owns the rights from the base of the Pictured Cliffs Formation down through the Dakota on 320-acre units on both the east half and the west half of Section 29-T30N-R12W, San Juan County, New Mexico.

Pioneer Production Corporation does not own any rights above the base of the Pictured Cliffs Formation in Section 29-T30N-R12W, San Juan County, New Mexico.

Very truly yours,

*John W. Goehring*  
John W. Goehring

JWG/gn

encs.

xc: ✓ Joel B. Burr, Jr.  
300 West Arrington, Suite 300  
Farmington, NM 87401

Cooney & Tully  
Attorneys at Law  
P. O. Box 268  
Farmington, NM 87499-0268

BEFORE EXAMINER NUTTER  
OIL CONSERVATION DIVISION

EXHIBIT NO. 14  
CASE NO. 7698

RECEIVED AUG 26 1982

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. Box 190 - 505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Amoco Production Company  
1616 Glenarm  
Denver, CO 80202

ER NUTTER  
REGISTRATION DIVISION

EXHIBIT NO. 18

U. C. NO. 7698

RE: Request for approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Sirs:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.

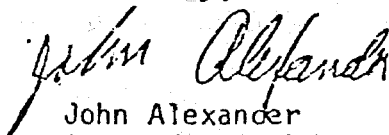
An unorthodox site is needed to avoid a planned sub-division. The location is within the Farmington, New Mexico city limits on property owned by the San Juan Country Club. Geological considerations also defined the selected site.

Attached are the following:

1. Form C-102 showing the site.
2. Sub-division plan show the well and planned housing in the area.

We request that you waive a hearing on this matter by executing one copy of this letter below and returning it in the enclosed envelope.

Sincerely,

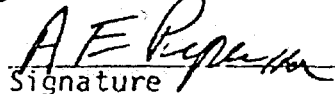


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Amoco Production Company waives a hearing on the above matter.



Signature  
Regional Production Manager  
Name & Title (Printed or Typed)

Dockets Nos. 33-82 and 34-82 are tentatively set for October 27 and November 10, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 13, 1982

9 A.M. - MORGAN HALL - 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 November, 1982, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for November, 1982, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 7638: (Continued from September 15, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Cibola Energy Corporation, American Employers Insurance Company and all other interested parties to appear and show cause why the Simms Ranch Well No. 1, located in Unit N, Section 9, the Clyde Berlier Well No. 1, located in Unit K and the Clyde Berlier Well No. 2, located in Unit F, both in Section 21, the Mora Ranch Well No. 3 located in Unit M and the Mora Ranch Well No. 4, located in Unit M, both in Section 5, all in Township 21 North, Range 21 East, Mora County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7637: (Continued from September 15, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit R.A.F. Enterprises, Fireman's Fund Insurance Company and all other interested parties to appear and show cause why the Shaw Well No. 1, located in Unit M, Section 18, Township 4 North, Range 3 East, Torrance County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7698: Application of Joel B. Burr, Jr. for a non-standard proration unit and an unorthodox location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 560 feet from the North line and 2440 feet from the West line of Section 29, Township 30 North, Range 12 West, Fulcher Kutz Pool, and a 120-acre non-standard proration unit comprising the N/2 NW/4 and SW/4 NW/4 of said Section 29 to be dedicated to the well.

CASE 7696: (Continued from September 29, 1982, Examiner Hearing)

Application of Arco Oil and Gas Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mississippian through Ellenburger formations underlying the E/2 of Section 31, Township 20 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 7699: Application of Sun Exploration & Production Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the E/2 of Section 12, Township 19 South, Range 28 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 7700: Application of Depco, Inc. for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down through and including the Abo formation underlying the NW/4 of Section 18, Township 5 South, Range 25 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 7701: Application of Amoco Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the perforated interval from 12002 feet to 12012 feet in its Federal "A" Well No. 5 located 810 feet from the South line and 1980 feet from the West line of Section 13, Township 9 South, Range 35 East.

(Continued from September 15, 1982, Examiner Hearing)

CASES 7666, 7668, and 7669: Application of Yates Petroleum Corporation for compulsory pooling, Chaves County, New Mexico. Applicant in each of the three following cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case 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, designation of applicant as operator of the wells and a charge for risk involved in drilling said wells:

CASE 7666: SW/4 Section 3;

CASE 7668: NW/4 Section 14;

All of the above being in Township 5 South, Range 24 East and

CASE 7669: NW/4 of Section 2, Township 9 South, Range 25 East.

CASE 7670: (Continued from September 15, 1982, Examiner Hearing)

Application of Yates Petroleum Corporation for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the N/2 of Section 26, Township 14 South, Range 27 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 7702: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, assigning discovery allowables, contracting, and extending certain pools in Chaves, Eddy, Lea, and Roosevelt Counties, New Mexico:

- (a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Cherry Canyon production and designated as the Antelope Ridge-Cherry Canyon Pool. Further, to assign approximately 34,596 barrels of discovery allowable to the discovery well the Estoril Production Corporation Triple A Federal Well No. 2 located in Unit J of Section 10, Township 23 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM  
 Section 10: SE/4

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Cherry Canyon Production and designated as the Brushy Draw-Cherry Canyon Pool. Further, to assign approximately 25,410 barrels of discovery allowable to the discovery well, the J. C. Williamson UCBHW Federal Well No. 1 located in Unit M of Section 25, Township 26 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 29 EAST, NMPM  
 Section 25: SW/4

- (c) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Pennsylvanian production and designated as the West Buffalo Valley-Pennsylvanian Gas Pool. The discovery well is the Clements Energy, Inc. Drumm Con Well No. 1 located in Unit E of Section 33, Township 14 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 26 EAST, NMPM

Section 33: All

Section 34: All

Section 35: All

- (d) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the North Grama Ridge-Wolfcamp Gas Pool. The discovery well is the HNG Oil Company San Simon 19 State Well No. 1 located in Unit J of Section 19, Township 21 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM

Section 19: S/2

- (e) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Yates and Seven Rivers production and designated as the South House-Yates-Seven Rivers Gas Pool. The discovery well is the Alpha-Twenty One Production Company Colvin Federal Well No. 1 located in Unit 8 of Section 17, Township 20 South, Range 39 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM

Section 17: Lots 1 and 2 and NW/4

- (f) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Devonian production and designated as the McDonald-Devonian Pool. The discovery well is the Harvey E. Yates Company McDonald Unit Well No. 2 located in Unit D of Section 3, Township 14 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 36 EAST, NMPM

Section 3: NW/4

- (g) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Pennsylvanian production and designated as the Palma Mesa-Pennsylvanian Gas Pool. The discovery well is the Rault Petroleum Corporation Hanlad State Well No. 1 located in Unit M of Section 13, Township 8 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 27 EAST, NMPM

Section 13: S/2

- (h) CONTRACT the Bar U-Pennsylvanian Pool in Chaves County, New Mexico, to correct overlap with the Tobac-Pennsylvanian Pool, by the deletion of the following described area:

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM

Section 31: NE/4

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

TOWNSHIP 13 SOUTH, RANGE 36 EAST, NMPM

Section 32: S/2

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

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM

Section 7: SE/4

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM

Section 6: SW/4

Section 7: N/2

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

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM  
Section 7: E/2

- (l) EXTEND the Buckeye-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM  
Section 4: SE/4

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM  
Section 9: S/2

- (n) EXTEND the Carlsbad-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM  
Section 16: All  
Section 21: N/2

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

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM  
Section 7: SE/4

- (p) EXTEND the South Corbin-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM  
Section 17: SW/4  
Section 18: E/2  
Section 20: NW/4

- (q) EXTEND the Diamond Mound-Atoka-Morrow Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM  
Section 34: N/2

- (r) EXTEND the EK-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM  
Section 30: SW/4

- (s) EXTEND the Empire-Abo Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM  
Section 19: SE/4  
Section 30: N/2 NE/4

- (t) EXTEND the East Gam-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM  
Section 25: E/2 and SW/4  
Section 35: S/2

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

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM  
Section 31: N/2  
Section 32: N/2

- (v) EXTEND the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM  
Section 9: E/2

- (w) EXTEND the Indian Flats-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM  
Section 36: E/2

- (x) EXTEND the South Kemnitz-Atoka-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM  
Section 20: W/2

- (y) EXTEND the Langlie Mattix-Seven Rivers-Queen-Grayburg Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM  
Section 35: NE/4

TOWNSHIP 25 SOUTH, RANGE 38 EAST, NMPM  
Section 30: SE/4

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

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM  
Section 32: W/2 NE/4, S/2 NW/4 and NW/4 NW/4

- (aa) EXTEND the North Loving-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM  
Section 13: E/2

- (bb) EXTEND the Lovington-Abo Pool in Lea County, New Mexico, to include therein:

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

- (cc) EXTEND the Maljamar-Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM  
Section 1: NW/4

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM  
Section 26: SW/4

- (dd) EXTEND the Pecos Slope-Abo Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM  
Section 9: S/2  
Section 10: All

TOWNSHIP 7 SOUTH, RANGE 26 EAST, NMPM  
Section 1 through 4: All  
Section 11: E/2  
Section 12 through 14: All  
Section 23 through 26: All  
Section 35 and 36: All



TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM

Section 1: All  
Section 2: All  
Section 7: All  
Section 18: All  
Section 19: All  
Section 20: W/2  
Section 28: W/2  
Section 29 through 32: All

- (ee) EXTEND the Sand Point-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 10: N/2

- (ff) EXTEND the Skaggs-Abo Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM

Section 11: SE/4  
Section 12: NE/4, W/2 and N/2 SE/4  
Section 14: N/2

- (gg) EXTEND the Tomahawk-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM

Section 19: NE/4

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

TOWNSHIP 11 SOUTH, RANGE 31 EAST, NMPM

Section 3: SW/4

- (ii) EXTEND the Turkey Track-Seven Rivers-Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 22: SE/4

- (jj) EXTEND the Vacuum-Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 36 EAST, NMPM

Section 32: SW/4

- (kk) EXTEND the Veda-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM

Section 12: SW/4  
Section 13: NW/4  
Section 14: E/2 and SW/4  
Section 23: NE/4

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P.O. Box 190 -4- 505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Mobil Producing Texas & New Mexico, Inc.  
Nine Greenway Plaza, Suite 2700  
Houston, Texas 77046

Attention: Mr. Joe A. Morris

RE: Request for Approval of  
Unorthodox Location  
Joe B. Burr, Jr.  
San Juan Co., New Mexico

Dear Mr. Morris:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.

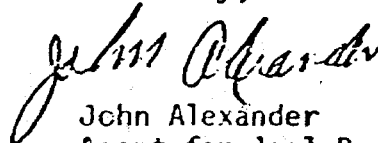
An unorthodox site is needed to avoid a planned sub-division. The location is within the Farmington, New Mexico city limits on property owned by the San Juan Country Club. Geological considerations also defined the selected site.

Attached are the following:

1. Form C-102 showing the site.
2. Sub-division plan show the well and planned housing in the area.

We request that you waive a hearing on this matter by executing one copy of this letter below and returning it in the enclosed envelope.

Sincerely,



John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Mobil Producing Texas & New Mexico, Inc. waives a hearing on the above matter.

*W.B. Simmons Jr.* 9/20/82  
Signature J. A. Morris  
for Regulatory Engineering Supervisor  
Name & Title (Printed or Typed)

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. BOX 190      505/326-1135

FARMINGTON, NEW MEXICO 87401

September 2, 1982

Southland Royalty Company  
1000 Fort Worth Club Tower  
Fort Worth, Texas 76102

RE: Request for Approval of  
Unorthodox Location  
Joel B. Burr, Jr.  
San Juan Co., New Mexico

Dear Sirs:

Joel B. Burr, Jr. is seeking administrative approval for a non-standard location of his No. 2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. The well is to be drilled to the pictured cliffs formation at approximately 2000'.


An unorthodox site is needed to avoid a planned sub-division. The location is within the Farmington, New Mexico city limits on property owned by the San Juan Country Club. Geological considerations also defined the selected site.

Attached are the following:

1. Form C-102 showing the site.
2. Sub-division plan show the well and planned housing in the area.

We request that you waive a hearing on this matter by executing one copy of this letter below and returning it in the enclosed envelope.

Sincerely,

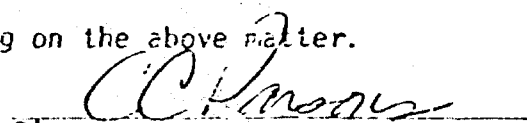


John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

Southland Royalty Company waives a hearing on the above matter.

  
Signature

C. C. Parsons -District Production Manager  
Name & Title (Printed or Typed)

# San Juan Development Corporation

5700 COUNTRY CLUB ROAD

FARMINGTON, NEW MEXICO 87401

(505) 327-4454

September 8, 1982

Mr. John Alexander  
3-E Company  
P.O. Box 190  
Farmington, New Mexico 87401

RE: Joel B. Burr, Jr.,  
Picture Cliffs Well Location,  
San Juan Development  
Corp. Property, San Juan  
County, New Mexico

Dear Mr. Alexander,

By this letter you are advised that at a special board meeting of the San Juan Development Corporation held at 12:00 (noon), Tuesday, September 7, 1982 at the San Juan Country Club, that the following motion was presented, recorded and approved.

"That approval be given to the proposed well locations as submitted."

Also at the meeting you were advised and of which you agreed that the matter concerning royalty or overriding royalty and surface damages will be finalized at a later date and prior to any construction of roads and well pads.

Very truly yours,



Ewell N. Walsh, President

ENW/jlc

cc: Mr. Rick Tully, Esq.  
Mr. Frank Williams  
Mr. Mark Weidler

# San Juan Development Corporation

5700 COUNTRY CLUB ROAD

FARMINGTON, NEW MEXICO 87401

(505) 327-4454

September 24, 1982

Mr. John Alexander  
3-E Company  
P. O. Box 190  
Farmington, New Mexico 87401

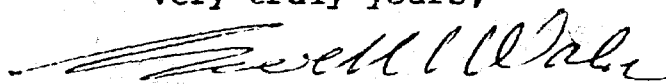
REF: Joel B. Burr, Jr.  
Pictured Cliffs Well Locations  
San Juan Development Corporation  
Property, San Juan County,  
New Mexico

Dear Mr. Alexander:

As per your request of September 23, 1982, the following is on behalf of the San Juan Development Corporation.

1. In addition to approval of the proposed well location, the operator will be granted access to the well location across the San Juan Development Corporation property. The access will be agreed upon by the operator and San Juan Development Corporation prior to construction.
2. The San Juan Development Corporation has no objection to the use of lined earth circulating mud pits. However, a reserve pit shall not be utilized and the fluid will be removed from the circulating mud pits, when necessary, by vacuum truck and disposed of off of the San Juan Development Corporation property. Also, at completion of drilling the fluid in the pits will be removed and disposed of in the same manner. After removal of the fluid, the pits will be filled and leveled.

Very truly yours,



Ewell N. Walsh, President

ENW:rr

cc: Mr. Rick Tully, Esq.  
Mr. Frank Williams  
Mr. Mark Weidler

RECEIVED SEP 27 1982

# 3E COMPANY, INC.

Engineering • Energy • Exploration

P.O. BOX 190 --- 505/326-1135

FARMINGTON, NEW MEXICO 87401

September 1, 1982

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

Attention: Mr. Joe Ramey

SEP 3 1982  
OIL CONSERVATION COMMISSION  
SANTA FE

Case 7698

RE: Unorthodox location  
Joel B. Burr, Jr.

Dear Sirs:

Joel B. Burr, Jr. requests administrative approval of a non-standard location for his #2 Country Club at 560' FNL and 2440' FWL, Sec 29, T30N, R12W, San Juan County, New Mexico. This site is needed because of topography. The area surrounding any standard location in this quarter-quarter is sub-divided. The move to the above location was made to get away from future housing lots. This property is within the city limits of Farmington, New Mexico and is owned by San Juan Country Club. This particular site selection was also made on geological considerations.

Attached are the following:

1. Form C-102 showing the site and ownership of offsetting acreage.
2. List of all offset operators.
3. Sub-division plan showing well site and related fixtures.

All offset operators have been notified by certified mail of this application.

Sincerely,

*John Alexander*  
John Alexander  
Agent for Joel B. Burr, Jr.

JA:kj

Enclosures

All distances must be from the true boundaries of the Section.

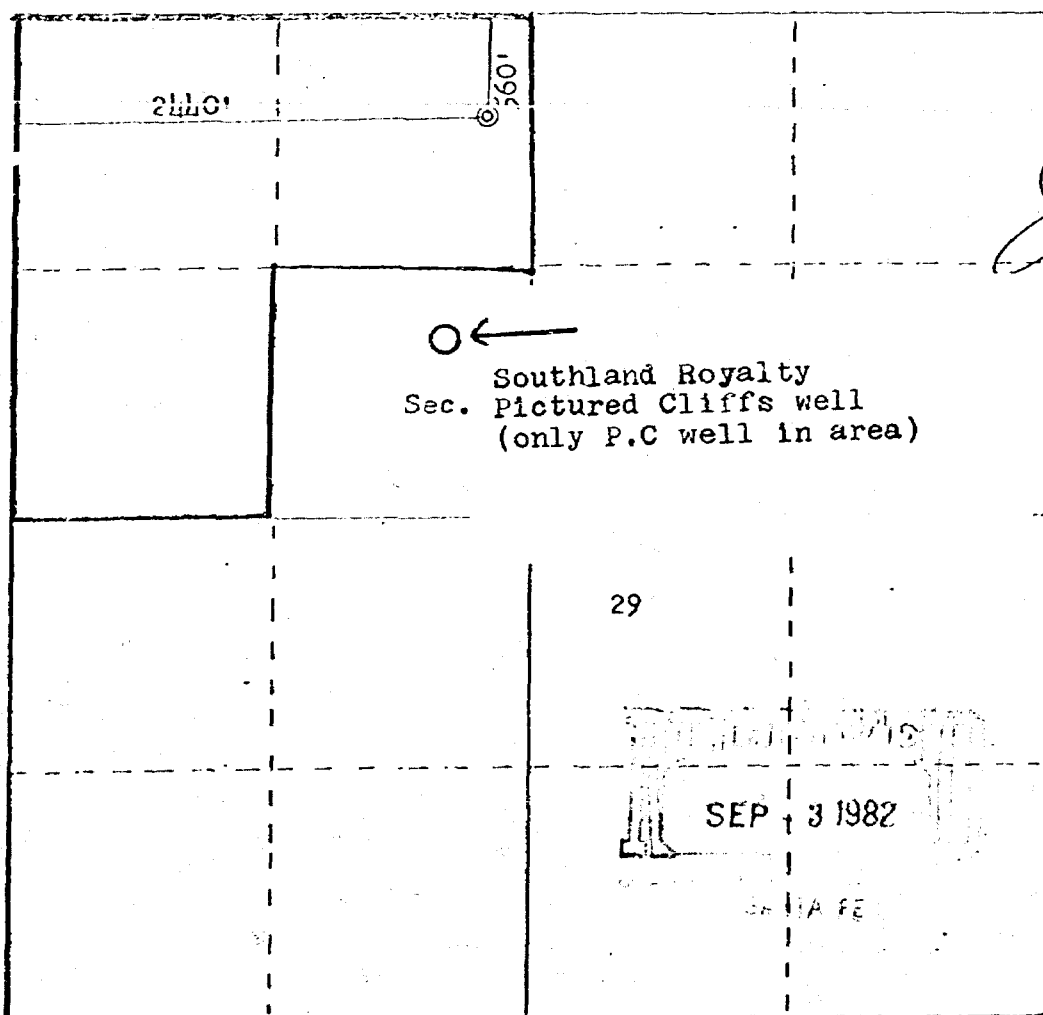
Operator <b>JOEL B. BURR JR.</b>		Lease <b>COUNTRY CLUB</b>		Well No. <b>2</b>
Unit Letter <b>C</b>	Section <b>29</b>	Township <b>30N</b>	Range <b>12W</b>	County <b>San Juan</b>
Actual Footage Location of Well: <b>560</b> feet from the <b>North</b> line and <b>2440</b> feet from the <b>West</b> line				
Ground Level Elev. <b>5612</b>	Producing Formation <b>Pictured Cliff</b>		Pool <b>Fulcher Kutz</b>	Dedicated Acreage: <b>120</b> Acres

1. Outline the acreage dedicated to the subject well by colored pencil or inkure 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?

☐ Yes ☐ No If answer is "yes," type of consolidation \_\_\_\_\_

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 Commission.



Scale: 1"=1000'

CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

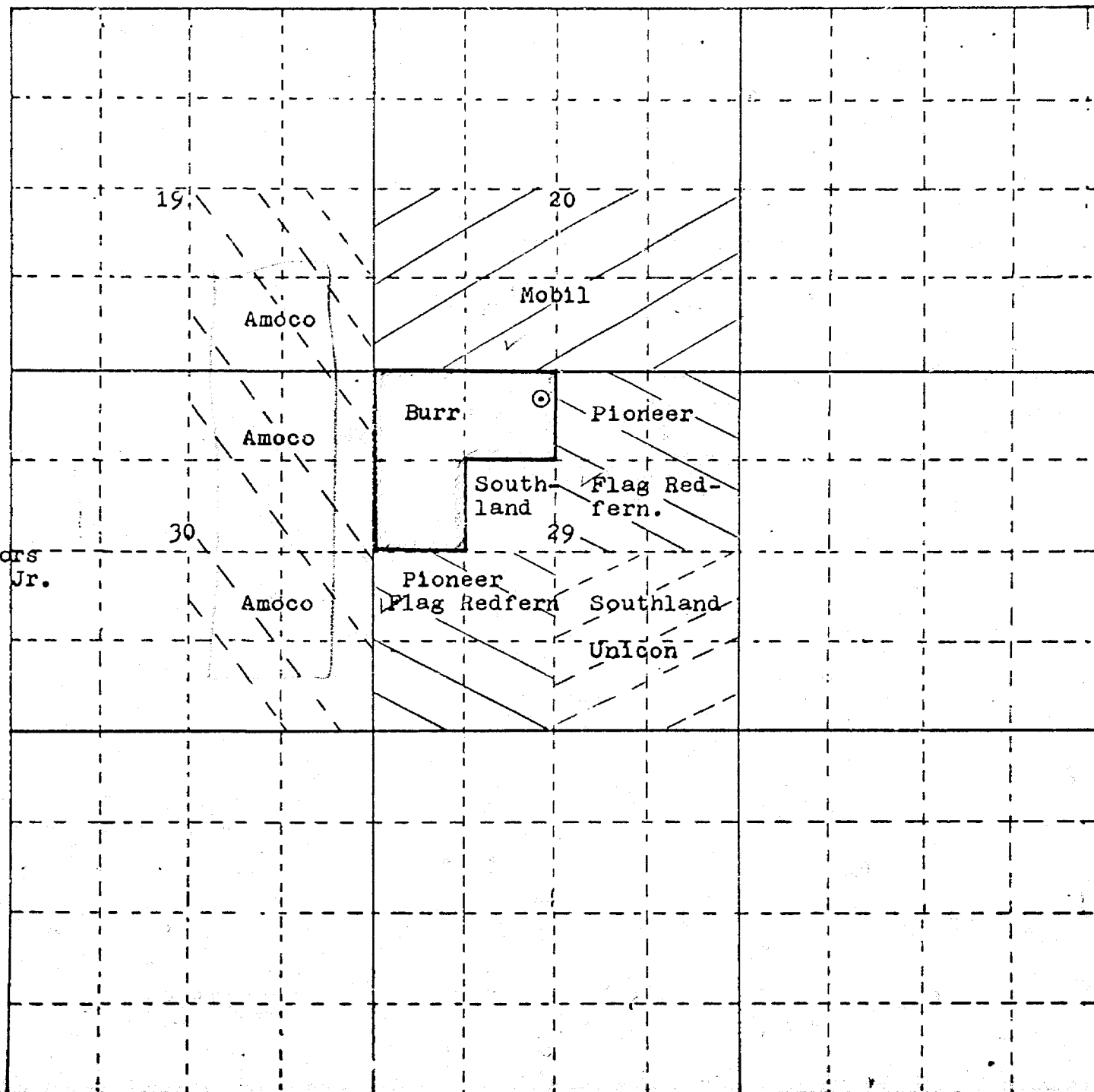
Name  
**John Alexander**  
Position  
**Agent**  
Company  
**Joel B. Burr, Jr.**

Date  
**8/30/82**

I hereby certify that the well location shown on this plat was plotted 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  
**August 28, 1982**  
Registered Professional Engineer and Land Surveyor  
**Fred B. Burr, Jr.**  
Certificate No.  
**3950**

Offsers Operators  
Joel B. Burr, Jr.  
Country Club  
No. 2  
NE/4  
29-30-12





JOEL B. BURR, JR.  
No. 2 Country Club  
NW/4 29-30N-12W

OFFSET OPERATORS

Flag-Redfern Oil Company  
P.O. Box 2280  
Midland, Texas 79702

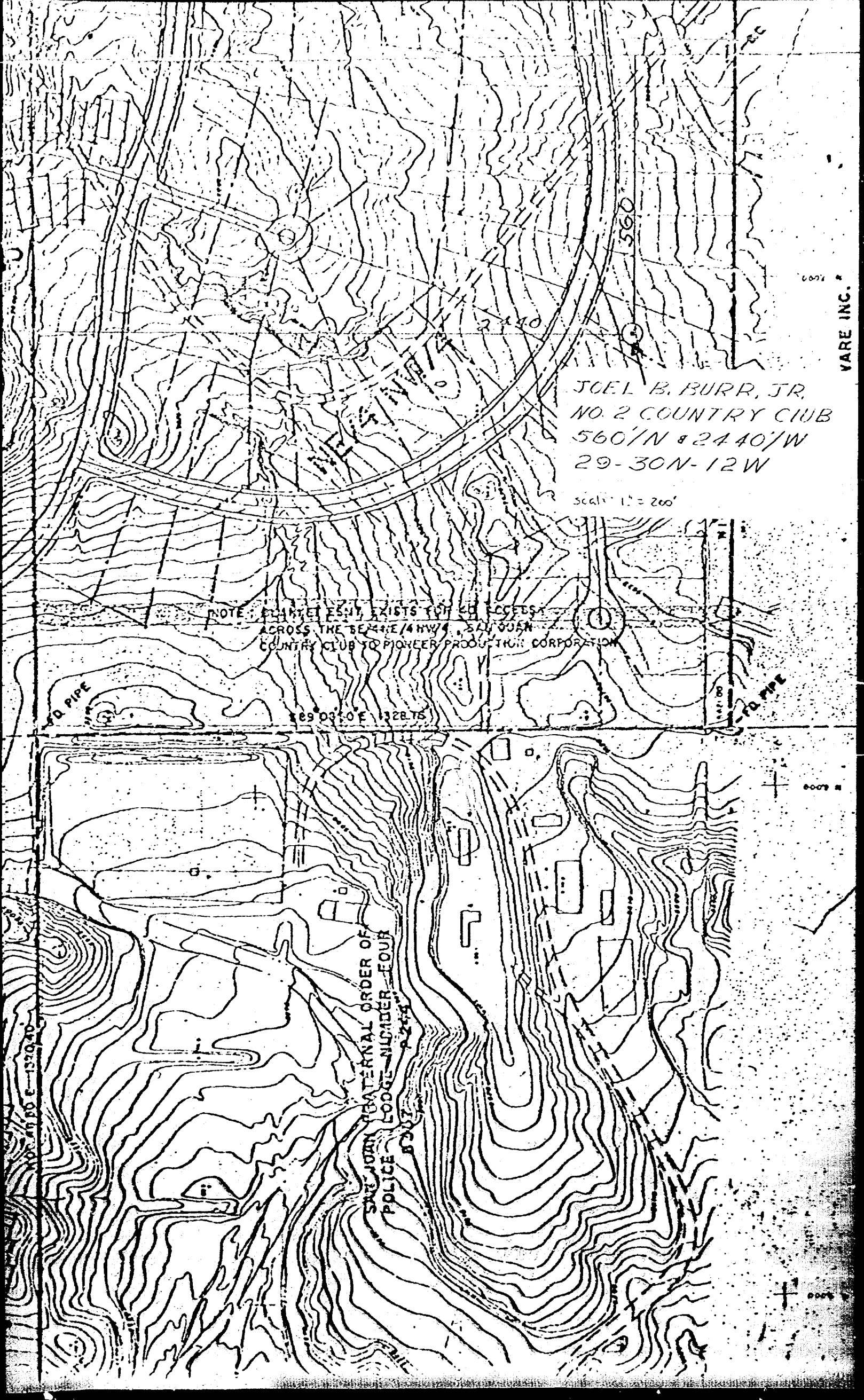
Southland Royalty Company  
1000 Fort Worth Club Tower  
Fort Worth, Texas 76102

Amoco Production Company  
1616 Glenarm  
Denver, CO 80202

Mobil Producing Texas & New Mexico, Inc.  
Nine Greenway Plaza  
Suite 2700  
Houston, Texas 77046  
Attention: Joe A. Morris

Unicon Producing Company  
P.O. Box 2120  
Houston, Texas 77001

Pioneer Production Corporation  
P.O. Box 2542  
Amarillo, Texas 79189



VARE INC.

JOEL B. BURR, JR.  
NO. 2 COUNTRY CLUB  
560' N & 2440' W  
29-30N-12W

Scale: 1" = 200'

NOTE: EASEMENT EXISTS FOR ACCESS  
ACROSS THE 6E/4E/4NW/4, SAU JOAN  
COUNTRY CLUB TO PIONEER PRODUCTION CORPORATION

89° 03' 00" E 1328.75'

SAU JOAN COUNTRY CLUB  
POLICE LODGE NUMBER FOUR

2440'

1320' 40"

ROUGH

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. 7698

Order No. R- 1159

APPLICATION OF JOEL B. BURR, JR.,  
FOR A NON-STANDARD PRODUCTION  
UNIT AND AN UNORTHODOX LO-  
CATION, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 13  
19 82, at Santa Fe, New Mexico, before Examiner DSN

NOW, on this \_\_\_\_\_ day of October, 1982, 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 already having received  
administrative approval of his proposed 120-acre  
non-standard gas production unit comprising the  
N $\frac{1}{2}$  NW $\frac{1}{4}$  and SW $\frac{1}{4}$  NW $\frac{1}{4}$  of Section 29, Township  
30 North, Range 12 West, NMPM, San Juan County, New  
Mexico, now requests that that portion of this case  
relating to said non-standard unit be dismissed.

(3) That the applicant ~~request~~ seeks approval for an ~~unorthodox~~ unorthodox location for a well to be drilled at a point 560 feet from the North line and 2440 feet from the West line of said Section 29, said well being projected to the Fulcher Kutz-Pictured Cliffs Pool.

(4) That said unorthodox location is necessitated by a proposed housing development in the area ~~known as the Country Club Estates Development~~ by San Juan Development Corporation.

(5) That said San Juan Development Corporation as well as <sup>all</sup> offsetting ~~to~~ oil and gas lease owners have ~~waived~~ <sup>not</sup> objected to the proposed unorthodox location.

(6) That said proposed unorthodox location will not impair correlative rights nor cause waste and should be approved, and the non-standard proration unit portion of this case should be dismissed.

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location <sup>is hereby approved</sup> for Joel B. Burr, Jr., for a well to be drilled at a point 560 feet from the North line and 2440 feet from the West line of Section 29, Township 30 North, Range 12 West, <sup>NE 1/4</sup> Fulcher Kutz-Pictured Cliffs Pool, San Juan County, New Mexico.

(2) That ~~the~~ <sup>20-acre</sup> non-standard gas spacing and proration

unit comprising the  $N\frac{1}{2}$  NW $\frac{1}{4}$  and SW $\frac{1}{4}$  NW $\frac{1}{4}$  of said Section 29 shall be dedicated to said well.

(3) That that portion of this case relating to the approval of the aforesaid non-standard proration unit is hereby dismissed.

(4) Jurisdiction

DONE @

*Dismiss*

DOCKET MAILED  
Date 10/1/83 (Perry R. Bess)