# Case No. 3926

Application, Transcripts, Small Exhibits, Etc. 1120 SIVIMS BLDG. \* P. O. BOX 1097 \* PHONE 343-4491 \* ALBUQUERQUE.

November 13, 1968

REGULAR HEARING

IN THE MATTER OF:

Southeastern nomenclature case calling for an order for the creation and extension of certain pools in Eddy, Lea, and Roosevelt Counties, New Mexico. ) Case No. 3926

BEFORE: A. L. "Pete" Porter, Examiner



TRANSCRIPT OF HEARING

MR. PORTER: We will now proceed to Case 3926.

MR. HATCH: Case 3926. Southeastern nomenclature case calling for an order for the creation and extension of certain pools in Eddy, Lea, and Roosevelt Counties, New Mexico.

(Witness sworn)

### DIRECT EXAMINATION

### BY MR. HATCH:

- Q State your name and position for the record.
- A Joe D. Ramey, Supervisor of the Commissions' District One.
- Q Are you prepared to make recommendations to the Commission concerning the creation and extension of certain pools in Eddy, Lea and Roosevelt Counties, New Mexico?
  - A Yes, sir.
- Q Are your recommendations prepared in the form of an exhibit?
- A Yes, sir, that is Commission Exhibit One, Southeast New Mexico Nomenclature, Paragraphs A through T, with the exception of Paragraph C which I request to be dismissed because this was heard at a previous hearing before the examiner.
  - Q You are requesting now for the dismissal of

Paragraph C?

- A Yes, sir.
- Q All right. Would you please refer to your Exhibit One and Paragraphs therein and point out any additional corrections that need to be made?

A I have a total of four additions. In Paragraph F in Township 14 South, Range 33 East, Section 8, the northwest quarter; in Paragraph J, two additions, in Township 7 South, Range 32 East, Section 24 the northwest quarter; Section 26 southwest quarter; Paragraph R, an addition, in Township 14 South, Range 32 East, Section 23 southwest quarter, and Paragraph T, an addition, in Township 10 South, Range 34 East, Section 19, south half. The remainder is as shown on the docket.

- Q And you would recommend to the Commission that the pools be created and extended as advertised and as corrected in this hearing?
  - A Yes, sir, that's right.
- Q Was Exhibit One prepared by you or someone under your supervision?
  - A Yes, sir, it was.

MR. HATCH: If the Commission please, we would request that Paragraph C be dismissed.

MR. PORTER: No objection, Paragraph C will be

dismissed.

(Whereupon, an off the record discussion was held.)

THE WITNESS: I would like to correct Paragraph
T and scratch the addition we showed in Township 19 South,
Range 34 East of Section 19 the south half and just state
that Section T will be as shown on the docket.

MR. HATCH: That would be Township 10 South, rather than 19?

THE WITNESS: Yes, sir, that's what I thought I said, 10 South, 24 East, Section 19.

MR. PORTER: In other words, the recommendation will remain the same as is shown on the docket with the exception with reference to Section 19?

THE WITNESS: That's correct, yes, sir.

MR. PORTER: Do you have anything further to offer, Mr. Ramey?

THE WITNESS: That's all I have.

MR. PORTER: Any questions? The witness may be excused. If there is nothing further to be offered in this case, we will take it under advisement and the hearing is adjourned.

### INDEX

WITNESS

JOE D. RAMEY

Direct Examination by Mr. Hatch 2

STATE OF NEW MEMICO )
)ss
COUNTY OF BERNALILLO )

I, GLENDA BURKS, Court Reporter in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my Hand this 21st day of November, 1968.

Slends Buke COURT REPORTER

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE No. 3926 Order No. R-3562

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING AND EXTENDING CERTAIN POOLS IN EDDY, LEA, AND ROOSEVELT COUNTIES, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 13, 1968, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 19th day of November, 1968, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises.

### FINDS:

- (1) That due public notice having been given as required by law, the Cormission has jurisdiction of this cause and the subject matter thereof.
- in Lea County, New Merico, for the production of the fact the Morrow formation, said pool to bear the designation of Anderson Ranch-Morrow Car fool. Gaid Anderson Ranch-Morrow Use fool. Gaid Anderson Ranch-Morrow Car fool. Gaid Anderson Ranch-Morrow Car fool. Gaid Anderson Ranch-Morrow Car fool. Gaid Anderson Ranch Morrow Can Worl was discovered by the manay DX Gil Coapany State Land "76" Com Woll No. 1, loosted in Unit J of Section 2, Township 16 South, Range 32 Eart, Mari. It was completed in the Morrow Largeation on Rovember 19, 1905. The top of the policetations is at 12,150 feet.
- in Eddy County, New Maxico, for the production of oil from the

-2-CASE No. 3926 Order No. R-3562

Yeso formation, said pool to hear the designation of Five Mile-Yeso Pool. Said Five Mile-Yeso Fool was discovered by the John A. Yates Ferguson Well No. 1, located in Unit L of Section 7, Township 18 South, Range 26 East, NMPM. It was completed in the Yeso formation on July 2, 1968. The top of the perforations is at 2507 feet.

- (4) That the proposed creation of a new pool in Section 30, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, for the production of oil from the Devonian formation should be dismissed inasmuch as said creation has been considered at a separate hearing.
- (5) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Bough "C" formation, said pool to bear the designation of North Mescalero-Cisco Pool. Said North Mescalero-Cisco Pool was discovered by the Roger C. Hanks, Ltd., Zapata State Well No. 1, located in Unit A of Section 10, Township 10 South, Range 32 East, NMPM. It was completed in the Bough "C" formation on July 14, 1968. The top of the perforations is at 8900 feet.
- (6) That there is need for the creation of a new gas pool in Lea County, New Mexico, for the production of gas from the Yates formation, said pool to bear the designation of Quail Ridge-Yates Gas Pool was discovered by the Sinclair Oil & Gas Company Mescalero Ridge Unit MA Well No. 31, located in Unit L of Section 21, Township 19 South, Range 34 East, NUPM. It was completed in the Yates formation on June 28, 1969. The top of the perforations is at 3952 feet.
- Eanson-Mates Pool, the Dagle Greek-San Andres Pool, the West Henshaw-Grayburg Pool, the Panasco Draw San Andres Pool, the West Henshaw-Grayburg Pool, the Panasco Draw San Andres Mess Pool, and the Rock Tank-Lower Morrow Gas Pool, all in Eddy County, Sou Hexico, the Saum-Upper Pennsylvanian Pool, the Bronco-Wolfemap Vool, the Gerca-Upper Pennsylvanian Pool, the Southwest Gladiola-Pennsylvanian Pool, the North Horton Perno-Pennsylvanian Tool, the Scarborough Mates-Seven Rivers Pool, the Wull- Densylvanian Pool, the Horth Vacuum-Normow Pool, and the Vada-Pennsylvanian Pool, all in Lea County, New Mexico, and the Chaverou-San Andres Fool in Rossevelt County, New Cerico.

### IT IS ASSISSED OF ORDERED :

(a) That a new pool in Tes County, New Mexico, classified as a gas pool for Morrow production, is hereby created and

-3-CASE No. 3926 Order No. R-3562

designated as the Anderson Ranch-Morrow Gas Pool, consisting of the following-described area:

### TOWNSHIP 16 SOUTH, RANGE 32 EAST, NOPM Section 2: Lots 9, 10, 15, and 16

(b) That a new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production, is hereby created and designated as the Five Mile-Yeso Pool, consisting of the following-described area:

### TOWNSHIP 18 SOUTH, RANGE 26 EAST, EMPM Section 7: NW/4 SW/4

(c) That the proposed creation of a new oil pool in Lea County, New Mexico, classified as an oil pool for Devonian production designated as the West Lovington-Devonian Pool, consisting of the following-described area:

# TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 30: SW/4

### is hereby dismissed.

(d) That a new pool in Lea County, New Mexico, classified as an oil pool for Bough "C" production, is hereby created and designated as the North Mescalero-Cisco Pool, consisting of the following-described area:

# TOWNSHIP 10 COUTH, RANGE 32 RAST, MMDW Section 10: NE/4

(e) That a new pool in Lea County, Now Mexico, classified as a gas pool for Yales production, in himsey created and designated as the Ghall Ridge Seton (e) Pool, created ing of c). following-described areas

### TOWNSHIP TO BOUTH, RANGE / SAGE, MARK Section 21: 28/

(f) That the Baum-Upper Pennsylvanian Fool in Lea County, New Maxico, as heretofore classified, dafined, and described, is hereby, extended to include thereby:

TOWNSHIP 16 COURT, RANGE 23 EAST, NAPM Section 0: 58/6 Section 0: NE/6 CASE No. 3926 Order No. R-3562

(q) That the East Benson-Yates Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM Section 18: SE/4 NW/4 and S/2 NE/4

(h) That the Bronco-Wolfcamp Fool in Lea County, New Mexico, as heretofors clausified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM Section 14: NW/4

(i) That the Cerca-Upper Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

## TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM Section 4: W/2

(j) That the Chaveroo-San Andr and in Roosevelt County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM Section 24: N/2 Section 20: SW/4

(k) That the Eagle Creek-San Andres Pool in Eddy County, New Maxico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWRSHIP 17 SOUTH, RANGE 25 BAST, NMPH Sweeten 20: SE/E NN/4 and E/2 SW/A

(1) That the Southwest Cladiola-Pennsylvanian Pool in Lea County, New Maxico, as heretonore classified, defined, and described, is burnly extended to include therein:

# Constit 12 addrs, RANCE 1/ F ST. BOWN

(m) that the West Henchaw-Grayourg Rool in Eddy Country, have Mexico, as herotofore classified, defined, and described, is hereby

-5-CASE No. 3926 Order No. R-3562

extended to include therein:

### TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM Section 5: Lot 16

(n) That the North Morton Permo-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 15 SOUTH, RANGE 35 RAST, NNPM Section 6: NW/4

(a) That the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 30: SW/4 SW/4

(p) That the Rock Tank-Lower Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM Section 6: All

(q) That the Scarborough Yates-Seven Rivers Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM Section 36: NE/4

(r) That the Pulk-Pennsylvanian Pool in Lea County, New Mexico, as heretorer classified, Laffeed, and described, is hereby extended to include therein:

COWNSHIP 14 SOUTH, PANGE 32 PAST, PMFS Section 22: SE/4 Fection 23: SW/4

(s) That the North Vacuum-Morrow Pool in Lea County, New Mexico, as hesotofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 11: S/2 NE/4 and SE/4

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(t) That the Vada-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 9 SOUTH, RANGE 34 EAST, NNPM

Section 19: SE/4 Section 33: N/2

### TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

Section 29: N/2 Section 30: N/2

### IT IS FURTHER ORDERED:

That the effective date of this order and all creations and extensions included herein shall be December 1, 1968.

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

STATE OF NEW MEXICO

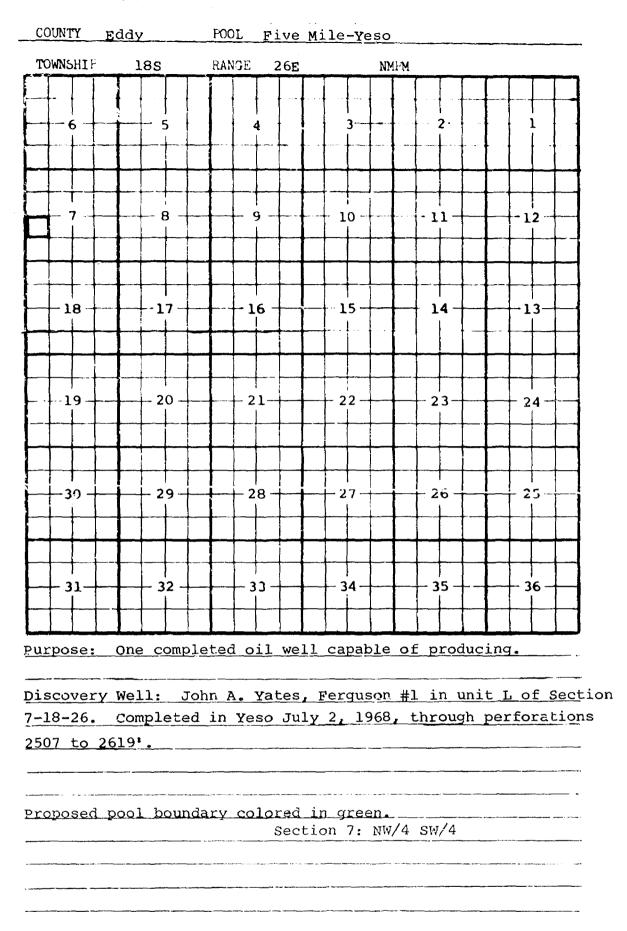
OIL CONSTRUATION COMMISSION

DAVID F. CARGO, Chairman

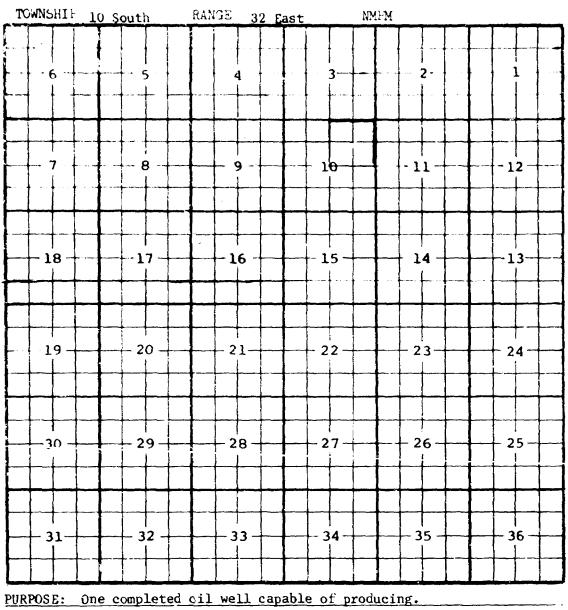
GUYTON B. HAYS, Member

A. L. FORTER, Jr., Homber & Secretary

ear/

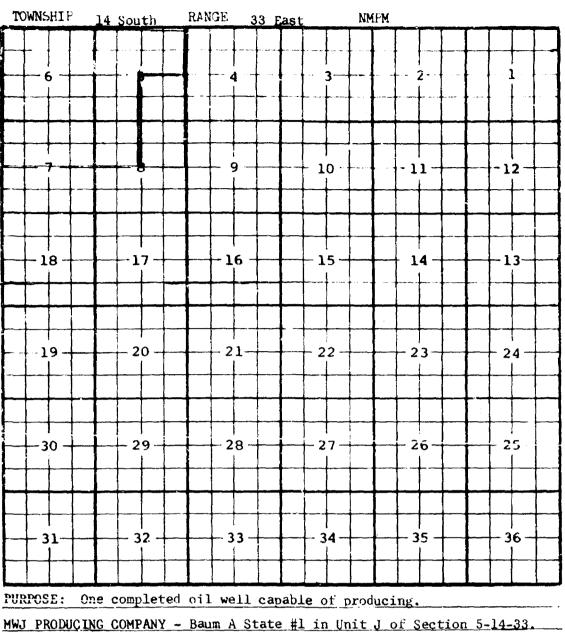


COUNTY LEA POOL NORTH MESCALERO-CISCO



ROGER C. HANKS, LTD Zapata State #1 in Unit A of Section 10-10-32.
Completed in Bough "C" on July 14, 1968. Top of Perforations 8900'.
Proposed pool boundary colored in red. SECTION 10: NE/4

COUNTY LEA POOL QUAIL RIDGE-YATES GAS TOWNSHIP 19 South RANGE NMPM - 2-1 6 . 5 4 ·- · 3-- 8 -10 -9 -- 11 --- 12 -18 -17 -- 16 -- 15 -14 --13-- 20 -- 22 -21~ -- 19 -- 23-24-- 27 <del>- |</del> 25 -- 29 -26 -30 🕂 - 28 -- 33 -35 - 31-- 32 -- 34 -36 PURPOSE: One completed gas well capable of producing. SINCLAIR OIL & GAS COMPANY - Mescalero Ridge Unit MA #31 in Unit L of Section 21-19-34. Completed in Yates on June 28, 1968. Top of Perforations 3952'. Proposed pool boundary colored in red. SECTION 21: SW/4



MWJ PRODUCING COMPANY - Baum A State #1 in Unit J of Section 5-14-33.

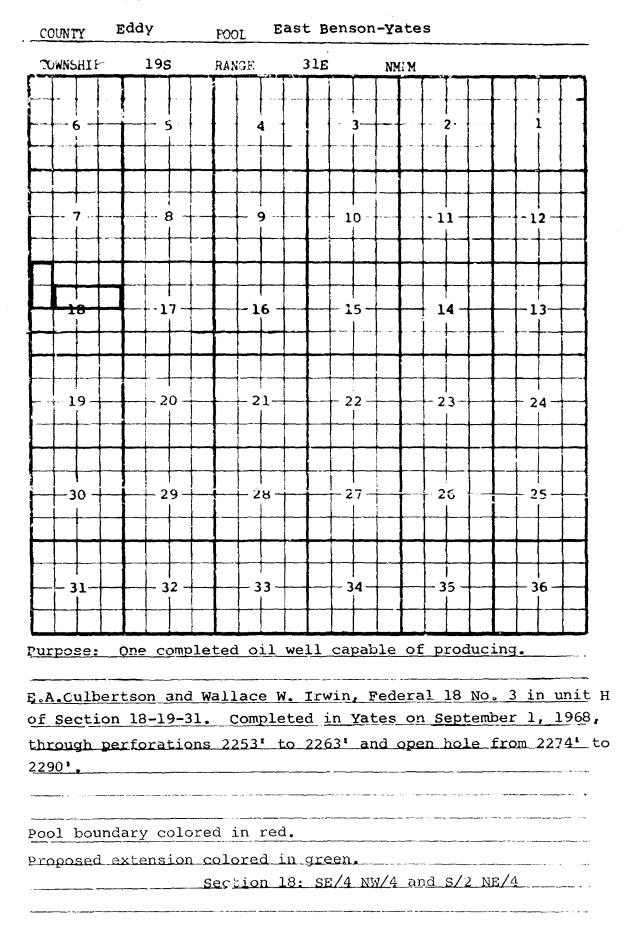
Completed in Upper Pennsylvanian on September 4, 1968. Top of Perforations 9936'.

ADDITION--COASTAL STATES GAS PRODUCING COMPANY - State "8" #2 in Unit B of Section 8-14-33. Completed in Upper Pennsylvanian on October 24, 1968. Top of Perforations 9874'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 5: SE/4

ADDITION-----SECTION 8: NE/4

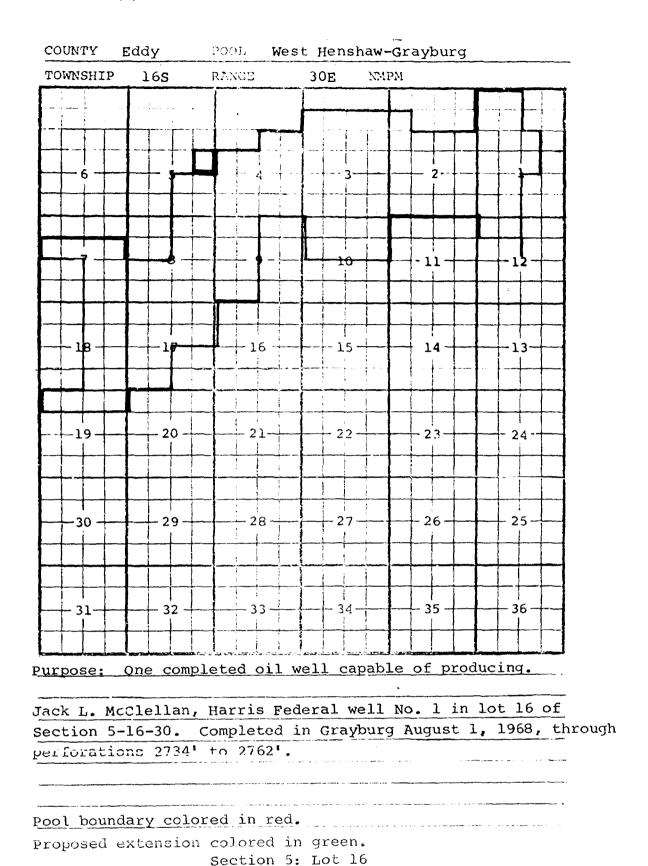


POOL BRONCO-WOLFCAMP COUNTY LEA TOWNSHIP RANGE NMPM13 South 38 East 6 -4 3-- 2-9 - 11 --12 - 18 -17 -16 -15 -13--19-- 20 -21-- 22 -- 23-24-30 -- 29 -28 -27 -26 25 31-- 33 -- 34 -- 35 -36 -32 -PURPOSE: One completed oil well capable of producing. AMERADA PETROLFIM CORPORATION - V. Linam #1 in Unit D of Section 14-13-38. Completed in Wolfcamp on August 18, 1968. Top of Perforations 9494'. Pool boundary colored in red. Proposed pool extension colored in green. SECTION 14: NW/4 The second secon

COUNTY ROOSEVELT POOL CHAVEROO-SAN ANDRES RANGE NMPM 2-3-- 10 -Α. 9 ~ - 11 --12-14 -- 18 --17 -- 16 -- 15 --13-- 20 --19-- 21-- 22 --- 28 -- 27 -25 ~ -30 -- 31-- 32 -- 33 -- 34 -36 -PURPOSE: One completed oil well capable of producing. SOUTHWESTERN NATURAL GAS, INC. - Federal "24" #1 in Unit G of Section 24-7-32. Completed in San Andres on September 10, 1968. Top of Perforations ADDITION -- WESTERN STATES PRODUCING COMPANY - Federal "24" #1 in Unit E of Section 24-7-32. Completed in San Andres on September 5, 1968. Top of Perforations 4131'. ADDITION -- SOUTHWESTERN NATURAL GAS, INC. - Jones "26" #2 in Unit N of Section 26-7-32. Completed in San Andres on October 10, 1968. Top of Perforations 4161'. Pool boundary colored in red. Proposed pool extensions colored in green. SECTION 24: NE/4 ADDITIONS----SECTION 24: NW/4

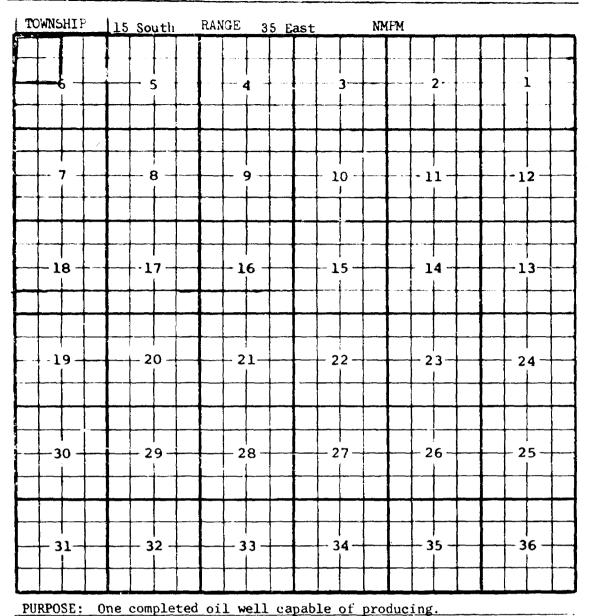
SECTION ·: SW/4

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COUNTY LEA

POOL NORTH MORTON PERMO-PENNSYLVANIAN



CASE 3926: (o) EXTENSION OF AN EXISTING OIL POOL

Eddy

Penasco Draw\San Andres-Yeso COUNTY POOL TOWNSHIP 18s RANGE 26E NMPM 1 -6-2. 10 -- 11 -12 -17-18 14 --13-- 16 -- 15 --19-- 20 -- 21-- 22 -- 23-24--30 -- 29 -27 26-25 - 31-- 32 -- 35 -- 36 -- 33 -- 34 purpose: One completed oil well capable of producing. Yates Petroleum Corporation, Nickson BM well No. 1 in unit M of Section 30-18-26. Completed in San Andres June 3, 1968, through perforations 1460' to 1522'. Pool boundary colored in red. Proposed extension colored in green. Section 30: SW/4 SW/4

CASE 3926: (p) EXTENSION OF AN EXISTING GAS POOL

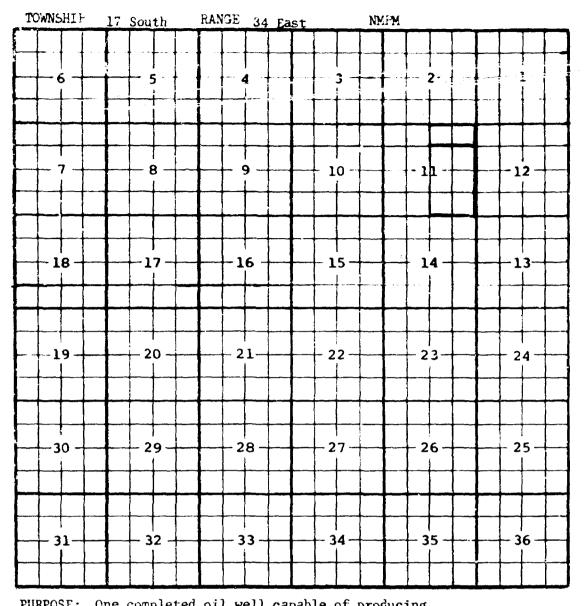
COUNTY Eddy FOOL Rock Tank-Lower Morrow Gas TOWNSHIE RANGE NMFM 1 -6-2 -10 -8 -- 11 --12 - 18 --17--16 14 --13-- 15 --19 -- 20 --- 21-- 22 --23-- 24 --30 -29 -- 28 -27 <del>-</del> - 26 -25 -- 31-- 32 -- 33 -- 35 -- 36 -- 34 -Purpose: One completed gas well capable of producing. Monsanto Company, Rock Tank Unit No. 2 in unit K of Section 6-23-25. Completed in Lower Morrow July 17, 1968, through perforations 10405' to 10438'. Pool boundary colored in red. Proposed extension colored in green. Section 6: All

CASE 3926: (q) EXTENSION OF AN EXISTING OIL POOL

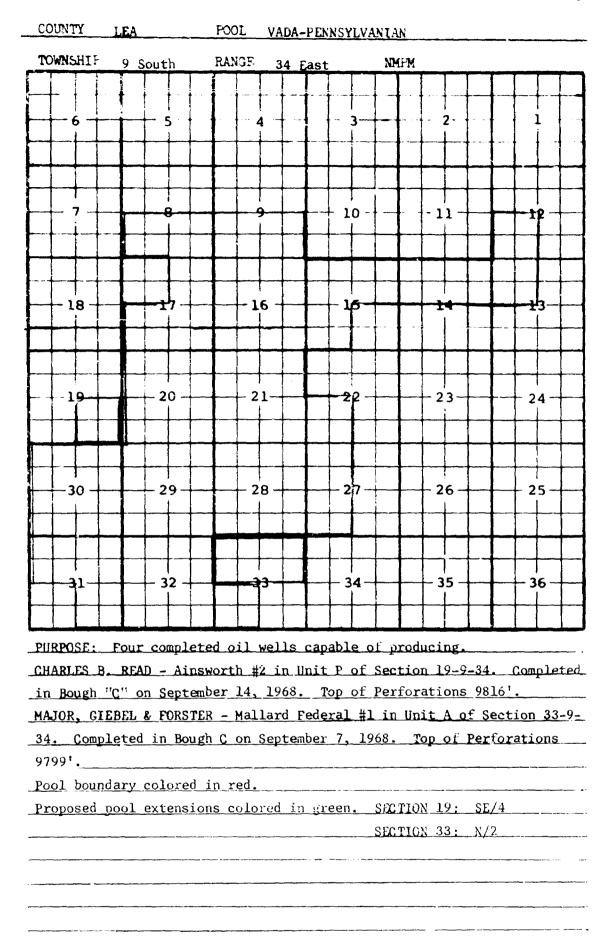
POOL SCARBOROUGH YATES-SEVEN RIVERS TOWNSHIP 26 South RANGE NMPM 6 -1 4 10 -- 11 --17 -- 15 <del>-</del> 14 -- 18 -- 16 -- 20 --- 19 -21-22-23-30 29 28 -27 -26-25 - 33 -31-- 32 -- 34 -- 35 -PURPOSE: One completed oil well capable of producing. ADOBE OIL COMPANY - Humble State #1 in Unit A of Section 36-26-36. Completed in Seven Rivers on August 29, 1968. Depth to Casing Shoe 3340'. Pool boundary colored in red. Proposed pool extension colored in green. SECTION 36: NE/4

COUNTY LEA

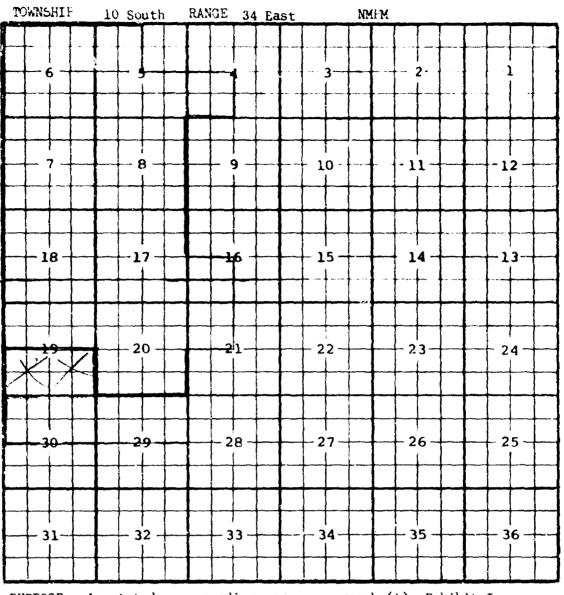
POOL NORTH VACUUM-MURROW



PURPOSE: One completed off well capable of promiting.
MOBIL OIL CORPORATION - Bridges State #126 in Unit J of Section 11-17-34
Completed in Morrow on July 23, 1968. Top of Perforations 11,855'.
Pool boundary colored in red.
Proposed pool extension colored in green. SECTION 11: S/2 NE/4 and SE/



COUNTY LEA POOL VADA-PENNSYLVANIAN



PURPOSE: As stated on preceding page, paragraph (t), Exhibit 1.
MONSANTO COMPANY - MGF State #1 in Unit E of Section 30-10-34. Completed
in Bough C on October 29, 1968. Top of Perforations 9934'.
MONSANTO COMPANY - Tuc State #1 in Unit A of Section 30-10-34. Completed
in Bough C on September 14, 1968. Top of Perforations 9949'.
ADDITION R. MORRISON - State "C" #1 in Unit K of Section 19-10-34.
Completed in Pennsylvanian on October 23, 1968. Top of Perf
orations 9902
Pool boundary colored in red.
Proposed pool extensions colored in green. SECTION 29: N/2
SECTION 30: N/2
ADDITIONSECTION 19: \$/2

### DOCKET: REGULAR HEARING - WEDNESDAY - NOVEMBER 13, 1968

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

### ALLOWABLE: (1) Consideration of the oil allowable for December, 1968.

- (2) Consideration of the allowable production of gas for December, 1968, from thirteen prorated pools in Lea, Eddy and Roosevelt Counties, New Mexico, and also presentation of purchaser's nominations for said pools for the six-month period beginning January 1, 1969; Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for December, 1968.
- CASE 3924: Application of Minerals, Inc., and R. F. Montgomery, et al., for an exception to Order No. R-3221, as amended, Lea County, New Mexico. Applicants, in the above-styled cause, seek an exception to Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for the applicants' wells located in Sections 7 and 18, Township 20 South, Range 33 East, Salt Lake Pool, Lea County, New Mexico. Applicants seek authority to continue to dispose of produced water in two unlined surface pits located in Units N and C, respectively, of said Sections 7 and 18. In the alternative applicants seek authority to dispose of said produced water into a dry lake bed, known as Laguna Gatuna, located principally in said Section 18.
- CASE 3925: Application of W. E. Jeffers for an exception to Order No. R-3221, as amended, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for the applicant's well located in the NW/4 NE/4 of Section 36, Township 17 South, Range 27 East, Red Lake Pool, Eddy County, New Mexico. Applicant seeks authority to continue to dispose of produced water in an unlined surface pit located in said quarter-quarter systems.

CASE 3926:

Southeastern nomenclature case calling for an order for the creation and extension of certain pools in Eddy, Lea, and Roosevelt Counties, New Mexico.

(a) Create a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Anderson Ranch-Morrow Gas Pool. The discovery well is Sunray DX Oil Company, State Land "76" Com No. 1 located in Unit J of Section 2, Township 16 South, Range 32 East, NMPM. Said pool described as:

# TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 2, Lots 9, 10, 15 and 16

(b) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production and designated as the Five Mile-Yeso Pool. The discovery well is John A. Yates, Ferguson No. 1 located in Unit L of Section 7, Township 18 South, Range 26 East, NMPM. Said pool described as:

### TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 7: NW/4 SW/4

(c) Create a new pool in Lea County, New Mexico, classified as an oil pool for Devonian production and designated as the West Lovington-Devonian Pool. The discovery well is Jake L. Hamon, State K-33 No. 1 located in Unit K of Section 30, Township 16 South, Range 36 East, NMPM. Said pool described as:

### TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM SECTION 30: SW/4

(d) Create a new pool in Lea County, New Mexico, classified as an oil pool for Cisco production and designated as the North Mescalero-Cisco Pool. The discovery well is Roger C. Hanks, Ltd., Zapata State No. 1 located in Unit A of Section 10, Township 10 South, Range 32 East, NMPM. Said pool derscribed as:

# TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM SECTION 10: NE/4

(e) Create a new pool in Lea County, New Mexico, classified as a gas pool for Yates production and designated as the Quail Ridge-Yates Gas Pool. The discovery well is Sinclair Oil & Gas Company, Mescalero Ridge Unit MA No. 31 located in Unit L of Section 21, Township 19 South, Range 34 East, NMPM,

(e) continued

Said pool described as:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM SECTION 21: SW/4

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

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM SECTION 5: SE/4

(g) Extend the East Benson-Yates Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM SECTION 18: SE/4 NW/4 and S/2 NE/4

(h) Extend the Bronco-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM SECTION 14: NW/4

(i) Extend the Cerca-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM SECTION 4: W/2

(j) Extend the Chaveroo-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM SECTION 24: NE/4

(k) Extend the Eagle Creek-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM SECTION 23: SE/4 NW/4 and E/2 SW/4

(1) Extend the Southwest Gladiola-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 37 EAST, NMPM SECTION 27: S/2

(m) Extend the West Henshaw-Grayburg Pool in Eddy County, New Mexico, to include therein:

### TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM SECTION 5: Lot 16

(n) Extend the North Morton Permo-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

# TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM SECTION 6: NW/4

(o) Extend the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

# TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 30: SW/4 SW/4

(p) Extend the Rock Tank-Lower Morrow Gas Pool in Eddy County, New Mexico, to include therein:

### TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM SECTION 6: All

(q) Extend the Scarborough Yates-Seven Rivers Pool in Lea County, New Mexico, to include therein:

# TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM SECTION 36: NE/4

(r) Extend the Tulk-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

### TOWNSHIP 14 SOUTH, RANGE 32 EAST, NMPM SECTION 22: SE/4

(s) Extend the North Vacuum-Morrow Pool in Lea County, New Mexico, to include therein:

# TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 11: S/2 NE/4 and SE/4

(t) Extend the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM

SECTION 19: SE/4

SECTION 33: N/2

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

SECTION 29: N/2 SECTION 30: N/2

# NOMENCLATURE ADVERTISEMENT FOR NOVEMBER, 1968 CASE 3 / 2 6

In the matter of the application of the Oil Conservation Commission of New Mexico upon its own motion for an order for the creation of new pools in Eddy, Lea, and Roosevelt Counties, New Mexico, and the extension of certain existing pools in Eddy, Lea, and Roosevelt Counties, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof to appear and show cause why such creations and extensions should not be made.

a) CREATE A new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Anderson Ranch-Morrow Gas Pool. The discovery well is Sunray DX Oil Company, State Land "76" Com No. 1 located in Unit J of Section 2, Township 16 South, Range 32 East, NMPM. Said pool described as:

### TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 2: Lots 9, 10, 15 and 16

b) CREATE A new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production and designated as the Five Mile-Yeso Pool. The discovery well is John A. Yates, Ferguson No. 1 located in Unit L of Section 7, Township 18 South, Range 26 East, NMPM. Said pool described as:

## TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 7: NW/4 SW/4

c) CREATE A new pool in Lea County, New Mexico, classified as an oil pool for Devonian production and designated as the West Lovington-Devonian Pool. The discovery well is Jake L. Hamon, State K-33 No. 1 located in Unit K of Section 30, Township 16 South, Range 36 East, NMFM. Said pool described as:

### TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM SECTION 30: SW/4

d) CREATE A new pool in Lea County, New Mexico, classified as an oil pool for C: to production and designated as the North Mescalero-Cisco Pool. The discovery well is Roger C. Hanks, Ltd., Zapata State No. 1 located in Unit A of Section 10, Township 10 South, Range 32 East, NMPM. Said pool described as:

# TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM SECTION 10: NE/4

e) CREATE A new pool in Roosevelt County, New Mexico, classified as an oil pool for Devonian production and designated as the South Prairie-Devonian Pool. The discovery well is J. M. Huber Corporation, Lone Star Federal No. 1 located in Unit a of Section 20, Township 8 South, Range 36 East, NMPM. Said pool described as:

### TOWNSHIP 8 SOUTH, RANGE 36 EAST, NMPM SECTION 20: NE/4

P) CREATE A new pool in Lea County, New Mexico, classified as a gas pool for Yates production and designated as the Quail Ridge-Yates Gas Pool. The discovery well is Sinclair Oil & Gas Company, Mescalero Ridge Unit MA No. 31 located in Unit L of Section 21, Township 19 South, Range 34 East, NMPM. Said pool described as:

TOWNSHIP 19 SOUTH, RANGE 34 DAST, NAPM SECTION 21: SW/4

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

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM SECTION 5: SE/4

h) EXTEND the East Benson-Yates Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM SECTION 18: SE/4 NW/4 and S/2 NE/4

(i) EXTEND the Bronco-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM SECTION 14: NW/4

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

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM SECTION 4: W/2

k) EXTEND the Chaveroo-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM SECTION 24: NE/4

1) EXTEND the Eagle Creek-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 FAST, NMPM SECTION 23: SE/4 NW/4 and E/2 SW/4

m) EXTEND the Southwest Gladiola-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 37 EAST, NMPM SECTION 27: S/2

n) EXTEND the West Henshaw-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM SECTION 5: Lot 16

a) EYPEND the Lazy "J"-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 13 SOUTH, RANGE 33 EAST, MAPM SECTION 20: SW/4

p) EXTEND the North Morton Permo-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM SECTION 6: NW/4

q) EXTEND the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 30: SW/4 SW/4

r) EXTEND the Rock Tank-Lower Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM SECTION 6: All

s) EXTEND the Scarborough Yates-Seven Rivers Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM SECTION 36: NE/4

t) EXTEND the Tulk-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 14 SOUTH, RANGE 32 EAST, NMPM SECTION 22: SE/4

u) EXTEND the North Vacuum-Morrow Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 11: S/2 NE/4 and SE/4

v) EXTEND the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 9 SOUTH, SECTION 19: SE/4 RANGE 34 EAST, NMPM SECTION 33: N/2

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM SECTION 29: N/2 SECTION 30: N/2

# BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE NO. 3926 ORDER NO. R-

THE APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION FOR AN ORDER CREATING AND EXTENDING CERTAIN POOLS IN EDDY, LEA, AND ROOSEVELT COUNTIES, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 13, 1968, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this <u>day of November</u>, 1968, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 there is need for the creation of a new gas pool in Lea County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Anderson Ranch-Morrow Gas Pool. Said Anderson Ranch-Morrow Gas Pool was discovered by the Sunray DX Oil Company State Land "76" Com Well No. 1, located in Unit J of Section 2, Township 16 South, Range 32 East, NMPM. It was completed in the Morrow formation on November 19, 1966. The top of the perforations is at 12,160 feet.
- (3) That there is need for the creation of a new oil pool in Eddy County, New Mexico, for the production of oil from the Yeso formation, said pool to bear the designation of Five Mile-Yeso Pool. Said Five Mile-Yeso Pool was discovered by the John A. Yates Ferguson Well No. 1, located in Unit L of Section 7, Township 18 South, Range 26 East, NMPM. It was completed in the Yeso formation on July 2, 1968. The top of the perforations is at 2507 feet.

(4) That the proposed creation of a new pool in Section 30
Township 16 South, Pange 36 East, NMPM Lea County New Mexico, for the production of oil from the Devoman formation Should be dismissed wasmuck as said creation has been considered at a separate hearing.

- (5) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Bough "C" formation, said pool to bear the designation of North Mescalero-Cisco Pool. Said North Mescalero-Cisco Pool was discovered by the Roger C. Hanks, Ltd. Zapata State Well No. 1, located in Unit A of Section 10, Township 10 South, Range 32 East, NMPM. It was completed in the Bough "C" formation on July 14, 1968. The top of the perforations is at 8900 feet.
- (6) That there is need for the creation of a new gas pool in Lea County, New Mexico, for the production of gas from the Yates formation, said pool to bear the designation of Quail Ridge-Yates Cas Pool. Said Quail Ridge-Yates Cas Pool was discovered by the Sinclair Oil & Gas Company Mescalero Ridge Unit MA Well No. 31, located in Unit L of Section 21, Township 19 South, Range 34 East, MMPM. It was completed in the Yates formation on June 28, 1968. The top of the perforations is at 3952 feet.

(7) That there is need for certain extensions to the East Benson-Yates Pool, the Eagle Creek-San Andres Pool, the West Henshaw-Grayburg Pool, the Penasco Draw San Andres-Yeso Pool, and the Rock Tank-Lower Morrow Gas Pool, all in Eddy County, New Mexico, the Baum-Upper Pennsylvanian Pool, the Bronco-Wolfcamp Pool, the Cerca-Upper Pennsylvanian Pool, the Southwest Gladiola-Pennsylvanian Pool, the North Morton Permo-Pennsylvanian Pool, the Scarborough Yates-Seven Rivers Pool, the Tulk-Pennsylvanian Pool, the North Vacuum-Morrow Pool, and the Vada-Pennsylvanian Pool, all in Lea County, New Mexico, and the Chaveroo-San Andres Pool in Roosevelt County, New Mexico.

### IT IS THEREFORE ORDERED:

(a) That a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Anderson Ranch-Morrow Gas Pool, consisting of the following described area:

# TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 2: Lots 9, 10, 15 and 16

(b) That a new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production, is hereby created and designated as the Five Mile-Yeso Pool, consisting of the following described area:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 7: NW/4 SW/4

# TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM SECTION 10: NE/4

(e) That a new pool in Lea County, New Mexico, classified as a gas pool for Yates production, is hereby created and designated as the Quail Ridge-Yates Gas Pool, consisting of the following described area:

# TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM SECTION 21: SW/4

(f) That the Baum-Upper Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM SECTION 5: SE/4 SECTION 8: NE/4

(g) That the East Benson-Yates Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

## TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM SECTION 18: SE/4 NW/4 and S/2 NE/4

(h) That the Bronco-Wolfcamp Pool in Lea County, New Mexico, as heretefore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM SECTION 14: NW/4

(i) That the Cerca-Upper Penrsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM SECTION 4: W/2

(j) That the Chaveroo-San Andres Pool in Roosevelt County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NHPM SECTION 24: N/2 SECTION 26: SW/4

(k) That the Eagle Creek-San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM SECTION 23: SE/4 NW/4 and E/2 SW/4

(1) That the Southwest Gladiola-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 12 SOUTH, RANGE 37 EAST, NMPM SECTION 27: S/2

(m) That the West Henshaw-Grayburg Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM SECTION 5: Lot 16

(n) That the North Morton Permo-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM SECTION 6: NW/4

(o) That the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 30: SW/4 SW/4

(p) That the Rock Tank-Lower Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

### TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM SECTION 6: All

(q) That the Scarborough Yates-Seven Rivers Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM SECTION 36: NE/4

(x) That the Tulk-Pennsylvanian Pool in Lea County, New Mexico, as here-tofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 14 SOUTH, RANGE 32 EAST, NAPM SECTION 22: SE/4

SECTION 23: SW/4

(s) That the North Vacuum-Horrow Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 11: S/2 NE/4 and SE/4

(t) That the Vada-Pennsylvanian Pool in Lea County, New Mexico, as here-tofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 34 EAST, MMPM SECTION 19: SE/4

SECTION 33: N/2

### TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

SECTION 29: N/2 SECTION 30: N/2

### IT IS FURTHER ORDERED:

That the effective date of this order and all creations and extensions included herein shall be December 1, 1968.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION The state of the s

DAVID F. CARGO, Chairman

GUYTON B. HAYS, Member

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

SEAL

HOMENCLATURE