

Case No.

1648

Application, Transcript,
Small Exhibits, Etc.

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE 1648

TRANSCRIPT OF HEARING

APRIL 22, 1959

DEANLEY - MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
Phone Chap 1 3-6691

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BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
APRIL 22, 1959

IN THE MATTER OF:

CASE 1648 Application of W. R. Weaver for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks an order authorizing it to commingle the production from the Angels Peak-Dakota Gas Pool and the Angels Peak-Gallup Oil Pool on its McAdams Lease comprising Section 34, Township 27 North, Range 10 West, San Juan County, New Mexico.

BEFORE:

Daniel S. Nutter, Examiner

TRANSCRIPT OF PROCEEDINGS

MR. NUTTER: The hearing will come to order, please. The first case on the docket this morning will be Case 1648.

MR. PAYNE: Case 1648 Application of W. R. Weaver for permission to commingle the production from two separate pools.

MR. ERREBO: Burns Errebo of Modrall, Seymour, Sperling, Roehl & Harris, of Albuquerque, on behalf of the application of W. R. Weaver. The applicant has now set packing on this lease, which packs separately the production from the two pools involved, and we, therefore, desire to withdraw and have this application dismissed.

MR. NUTTER: Is there objection to the dismissal of Case 1648? If not, the case will be dismissed.

DEARNLEY - MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
Phone CHapel 3-6691

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, J. A. Trujillo, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission was reported by me in Stenotype and reduced to typewritten transcript by me, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal this, the 22 day of August, 1959, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Joseph A. Trujillo
NOTARY PUBLIC

My Commission Expires:

October 6, 1950

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1659, heard by me on 4/22/1959.

James P. Jackson, Examiner
New Mexico Oil Conservation Commission

DEARNLEY - MEIER & ASSOCIATES
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
Phone CHeval 3-6691

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF W. R. WEAVER FOR AN EXCEPTION
TO STATEWIDE RULE 303 TO PERMIT
COMMINGLING OF PRODUCTION FROM
THE ANGELS PEAK-GALLUP OIL POOL
AND THE DAKOTA FORMATION ON ITS
MCADAMS LEASE, SAN JUAN COUNTY,
NEW MEXICO.

CASE NO. 11048

APPLICATION

TO THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO,

COMES NOW W. R. Weaver, Applicant herein, and respectfully
alleges and states as follows:

1. That he is the owner and operator of an oil and gas
lease designated as his McAdams Lease which includes all of Section
thirty-four, Township twenty-seven North, Range ten West, San Juan
County, New Mexico.

2. That there have heretofore been completed upon said
lease Applicant's Well No. 1, which is completed in the Angels Peak-
Gallup Oil Pool and Applicant's Well Nos. 2, 3 and 4, which are
dual completions in the Angels Peak-Gallup Oil Pool and in the
Dakota Formation.

3. That in order to eliminate the necessity of extra tank
battery installations to segregate the production from each formation,
Applicant proposes to commingle the production from the separate
formations from Wells Nos. 1 and 4 in a single tank battery and the
production from Wells Nos. 2 and 3 in a single tank battery and to
meter the production from said formations in such a manner that the
production from each formation may be accurately determined.

4. That Rule 303 of the Rules and Regulations of this
Commission prohibits the commingling of production from separate
formations prior to marketing.

5. That the granting of this Application will result in
the prevention of waste and the protection of correlative rights of
all concerned.

WHEREFORE, Applicant prays that this matter be set for
hearing, that notice be given as required by law, and that upon the
evidence adduced at such hearing this Commission issue an order
permitting Applicant to commingle the production from his McAdams
Lease and granting such other and further relief as may be indicated.

W. R. WEAVER

By: MODRALL, SEYMOUR, SPERLING
ROEHL & HARRIS

Burns H. Errebo

By: Burns H. Errebo
Attorney
1200 Simms Building
P. O. Box 466
Albuquerque, New Mexico

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF W. R. WEAVER FOR AN EXCEPTION
TO STATEWIDE RULE 303 TO PERMIT
COMMINGLING OF PRODUCTION FROM
ANGEL'S PEAK-GALLUP OIL POOL AND
THE DAKOTA FORMATION ON ITS McADAMS
LEASE, SAN JUAN COUNTY, NEW MEXICO.

CASE NO. 1648

P R O T E S T

TO THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF NEW
MEXICO:

COMES NOW El Paso Natural Gas Company of El Paso, Texas,
an interested party in the above entitled cause, and states:

1. That it objects to the proposed hearing of the matter
in the above entitled cause presently set for hearing before an
examiner on April 22, 1959, and requests that said matter be trans-
ferred to the statewide hearing calendar or docket of this honor-
able Commission.

Dated this 17th day of April, 1959.

EL PASO NATURAL GAS COMPANY

By John Montgomery
One of its Attorneys

Rec'd 3/21 sent to
Montgomery 3/21
H.B.

DOCKET: EXAMINER HEARING APRIL 22, 1959

Oil Conservation Commission, Mabry Hall, State Capitol, 9 a.m., Santa Fe

The following cases will be heard before DANIEL S. NUTTER, Examiner:

CASE 728: Application of Hamilton Dome Oil Company, Ltd., for an exception to Order R-586-E. Applicant, in the above-styled cause, seeks an order excepting its Westates Carlson Federal "A" Well No. 1 located in the NW/4 SE/4 of Section 25, Township 25 South, Range 37 East, Lea County, New Mexico, from the requirement in Order R-586-E that wells not within the defined vertical limits of the Justis Gas Pool, as established in said order, be plugged back so as to be open only within the said vertical limits.

CASE 1641: Application of W. R. Weaver for the promulgation of special rules and regulations governing the Angels Peak-Gallup Oil Pool. Applicant, in the above-styled cause, seeks an order promulgating special rules and regulations governing the drilling, spacing, and production of oil and gas wells in the Angels Peak-Gallup Oil Pool in San Juan County, New Mexico.

CASE 1642: Application of Delhi-Taylor Oil Corporation for an amendment to Orders R-60, R-1169, and R-1170. Applicant, in the above-styled cause, seeks an order amending Orders R-60, R-1169, and R-1170 to change the dedicated acreage in three non-standard gas proration units in Sections 39 and 31, Township 29 North, Range 8 West, San Juan County, New Mexico, based on a resurvey; two of said units are in the Aztec-Pictured Cliffs Pool and one is in the Blanco Mesaverde Pool.

CASE 1643: Application of El Paso Natural Gas Company for an unorthodox oil well location. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox oil well location in the Angels Peak-Gallup Oil Pool for its Buerano Unit Well No. 107 located 1460 feet from the North line and 1180 feet from the West line of Section 35, Township 27 North, Range 10 West, San Juan County, New Mexico.

CASE 1644: Application of J. E. Bedingfield for an exception to Rule 104 (c) of the Commission Rules and Regulations. Applicant, in the above-styled cause, seeks an exception to Rule 104 (c) so that he may re-enter a well located 190 feet from the South and East lines of Section 32, Township 17 South, Range 28 East, Eddy County, New Mexico, said well being located closer than 660 feet to a producing well.

CASE 1645: Application of Sinclair Oil & Gas Company for permission to commingle the production from three separate pools. Applicant, in the above-styled cause, seeks an order authorizing it to commingle the production from the Monument-McKee Gas Pool, the Eunice-Monument Pool, and the Monument-Blinebry Pool on its J. R. Phillips "A" Lease consisting of the SW/4 of Section 31, Township 19 South, Range 37 East, Lea County, New Mexico.

CASE 1646: Application of Amerada Petroleum Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Ida Wimberley Well No. 9 located 1650 feet from the North line and 990 feet from the West line of Section 25, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Blinbry formation adjacent to the Justis-Blinbry Oil Pool and the production of oil from the Justis-Drinkard Pool through parallel strings of 2-3/8 inch tubing.

CASE 1647: Application of Olsen Oils, Inc., for a non-standard gas proration unit and an unorthodox gas well location. Applicant, in the above-styled cause, seeks an order establishing an 80-acre non-standard gas proration unit in the Jelmat Gas Pool consisting of the W/2 NW/4 of Section 28, Township 26 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to applicant's Gregory "B" Well No. 1 located 2310 feet from the North line and 990 feet from the West line of said Section 28. Applicant further seeks approval for the unorthodox location of said gas well.

CASE 1648: Application of W. R. Weaver for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks an order authorizing it to commingle the production from the Angels Peak-Dakota Gas Pool and the Angels Peak-Gallup Oil Pool on its McAdams Lease comprising Section 34, Township 27 North, Range 10 West, San Juan County, New Mexico.

CASE 1649: Application of Amerada Petroleum Corporation for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its L. W. Ward Well No. 2 located 1983 feet from the South line and 520 feet from the East line of Section 11, Township 13 South, Range 33 East, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Mississippian pool and the production of oil from the Bronco-Devonian Pool through parallel strings of 2-1/16 inch tubing.

CASE 1650: Application of Pan American Petroleum Corporation for approval of a unit agreement. Applicant, in the above-styled cause, seeks an order approving its Martin Ranch Unit Agreement embracing approximately 35,183 acres of federal, state, and patented acreage in Townships 3 and 4 South, Ranges 22 and 23 East, Chaves and DeBaca Counties, New Mexico.

ir/

OFFICES OF THE
MODRALL, SEYMOUR, SPERLING, ROEHL & HARRIS

J. F. MODRALL
AUGUSTUS A. SEYMOUR
JAMES E. SPERLING
JOSEPH E. ROTH
GEORGE T. HARRIS
NIEL A. BISK
DEAN L. KIMEALL
LELAND S. SEDBERRY
BURNS H. ERREBO
ALLEN C. DEWEY

SIMMS BUILDING
1900 APR 1959 8:38
P.O. BOX 469 ALBUQUERQUE, NEW MEXICO
TELEPHONE CHAPEL 3-4514

JOHN F. SIMMS (1685-1954)

April 4, 1959

Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Enclosed in triplicate is the Application of W. R. Weaver
for a hearing for permission to commingle production
from his McAdams Lease which produces from the Dakota
Formation and the Angels Peak-Gallup Oil Pool, San Juan
County, New Mexico.

We would appreciate your setting this matter for hearing
on the examiner docket on April 22 in Santa Fe.

Very truly yours,

MODRALL, SEYMOUR, SPERLING
ROEHL & HARRIS

Burns H. Errebo

By Burns H. Errebo

BHE:sj

Encl.

*Rec'd May 10 1959
Docket # 10-59
B.P.*

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. 1648
Order No. R-1381

APPLICATION OF W. R. WEAVER FOR
PERMISSION TO COMBINE THE
PRODUCTION FROM TWO SEPARATE POOLS
IN SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

THIS cause came on for hearing at 9 o'clock a.m. on April 22, 1959, at Santa Fe, New Mexico, before Daniel S. Mutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

Now, on this 22nd day of April, 1959, the Commission, after hearing presented, having considered the application and the recommendations of the Examiner, Daniel S. Mutter, and being fully advised in the premises,

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereto.
- (2) That the applicant, W. R. Weaver, requested that Case No. 1648 be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 1648 be and the same is hereby dismissed.

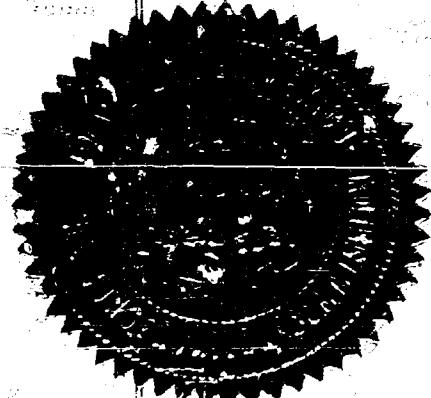
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John Bremner
JOHN BREMNER, Chairman

Murray E. Morgan
MURRAY E. MORGAN, Examiner

A. L. Porten, Jr.
A. L. PORTEN, Jr., Member & Secretary



OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

April 27, 1959

Mr. Barnes Errebo
McInall, Seymour, Sperling, Koch & Harris
P. O. Box 446
Albuquerque, New Mexico

Dear Mr. Errebo:

On behalf of your client, W. R. Weaver, we enclose two copies of Order R-1381, Order of Dismissal, issued April 27, 1959, by the Oil Conservation Commission in Case 1648.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

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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. 1648
Order No. N-1381

APPLICATION OF W. R. WEAVER FOR
PERMISSION TO COMINGLE THE
PRODUCTION FROM TWO SEPARATE POOLS
IN SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 22, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this _____ day of April, 1959, the Commission, a quorum being present, having considered the application and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

- (1) Usual
- (2) That the applicant, W. R. Weaver, requested that Case No. 1648 be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 1648 be and the same is hereby dismissed.

DONE at

New Mexico Oil Conservation Commission

STATE OFFICE, 800

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO

ORDER D. M. O. 30

Case file

APRIL 1, 1959

Werner & Brown
Route 336
U.S. National Bank Building
Denver 2, Colorado

Re: Granting of Allowable to
Well # in the Angel's Peak
Gallup #11 Pool

General

Order D. M. O. 30 signed on March 26, 1959 by the Oil Conservation Commission authorizing the Angel's Peak Gas Pool to the Angel's Peak Gallup Oil Field. All future oil or gas production on these wells will be set out first in the regular monthly oil schedule or in supplements to this schedule and your production should be registered accordingly.

By old extension have been granted your wells as of this date, as Gas-613. Bill of sale have not been received in our office. The wells should remain shut in until you and the transporter have received supplements to the oil production schedule granting them oil rights.

Commission Rules also prohibit the commingling of fluids from separate wells in the absence of an order authorizing it. Therefore no drilling oil should be produced unless it is produced separately into tanks where the production may be measured. It was my understanding that the question of separating the oil production from the Gallup and Hobbs Formations before commingling was to be brought up at the pool rule hearing to be held April 11th.

We are sending a copy of this letter to your oil transporter in order that they may be advised of the above facts. If you have any questions regarding handling of the above matter, please contact us.

Yours very truly

Emory V. Arnold
Supervisor, District #3

ENSO Products
Farmington, N.M.

REASONS

Mr. A. L. Porter
OCC, Santa Fe, N.M.

Mr. Jay Morris
Albuquerque, N.M.

Mr. W. J. Nealey
Farmington, N.M.