CASE 1712: Application of the part of the

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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. 1712 Order No. R-1446

> > Li Ring

APPLICATION OF ANGELS PEAK OIL COMPANY FOR A 98.9-ACRE NON-STANDARD GAS PRORATION UNIT IN THE FULCHER KUTZ-PICTURED CLIFFS POOL, SAN JUAN COUNTY, NEW MEXICO, OR IN THE ALTERNATIVE FOR AN ORDER FORCE POOLING THE SUBJECT ACREAGE

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9:00 o'clock a.m. on July 8, 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 July, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 the applicant, Angels Peak Oil Company, is the operator of the N/2 E/2 of partial Section 10 and the N/2 W/2 of partial Section 11, all in Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant is the operator of Angels Peak Well No. 5, located 285 feet from the North line and 1520 feet from the West line of said partial Section 11, which well is completed in the Fulcher Kutz-Pictured Cliffs Pool, San Juan County, Mexico.
- (4) That the N/2 W/2 of said partial Section 11 is now dedicated to said Angels Peak Well No. 5.

-2-Case No. 1712 Order No. R-1446

- (5) That the applicant proposes the establishment of a 98.87-acre non-standard gas proration unit in the Fulcher Kutz-Pictured Cliffs Pool, consisting of the N/2 E/2 of said partial Section 10 and the N/2 W/2 of said partial Section 11, to be dedicated to the aforesaid Angels Peak Well No. 5.
- (6) That it is impractical to communitize said acreage with other acreage to form a standard unit.
- (7) That the need for a non-standard gas proration unit was created by deviations in the United States Public Land Survey.
- (8) That approval of the subject application will neither cause waste nor impair correlative rights.

#### IT IS THEREFORE ORDERED:

- (1) That a 98.87-acre non-standard gas proration unit in the Fulcher Kutz-Pictured Cliffs Pool, consisting of the N/2 E/2 of partial Section 10 and the N/2 W/2 of partial Section 11, all in Township 28 North, Range 11 West, NMPM, San Juan County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the applicant's Angels Peak Well No. 5, located 285 feet from the North line and 1520 feet from the West line of said partial Section 11.
- (2) That the said Angels Peak Well No. 5 shall be assigned an allowable for the Fulcher Kutz-Pictured Cliffs Pool in the proportion that the acreage dedicated to the well bears to a standard gas proration unit in the Fulcher Kutz-Pictured Cliffs Pool, subject to the special rules and regulations for the Fulcher Kutz-Pictured Cliffs Pool.
- (3) That the effective date of this order is August 1, 1959.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

## OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

|         |            | Date                | 7-21-59          |
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## BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

IN THE MATTER OF:

CASE 1712

TRANSCRIPT OF HEARING

JULY 8, 1959

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

# BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO JULY 8, 1959

#### IN THE MATTER OF:

CASE 1712 Application of Angels Peak Oil Company for : a non-standard gas proration unit or in the: alternative for a force pooling order. Applicant, in the above-styled cause, seeks: the establishment of a 98.87-acre nonstandard gas proration unit in the Fulcher Kutz-Pictured Cliffs Pool consisting of lots 1 and 2 of Section 10 and lots 3 and 4 of Section 11, both in Township 28 North,: Range 11 West, San Juan County, New Mexico: said unit to be dedicated to applicant's Angels Peak Well No. 5, located 285 feet from the North line and 1520 feet from the: West line of said Section 11. Applicant proposes, in the alternative, to force pool: all interests in the above-described acre- : age in said Fulcher Kutz-Pictured Cliffs Pool.

BEFORE:

Daniel S. Nutter, Examiner.

#### TRANSCRIPT OF PROCEEDINGS

MR. NUTTER: We will take next Case 1712.

MR. PAYNE: Case 1712. Application of Angels Peak
Oil Company for a non-standard gas proration unit or in the alternative for a force pooling order.

MR. VERITY: The applicant is ready, Your Honor, and in behalf of Congress Oil Company, who is also a client, Your

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ALBUQUERQUE, NEW MEXICO
Phone Chapel 3-6091

Honor, they would like to join in this application, and I would like the record to show that Congress Oil Company owns the west 25.01 acres on the N/2 of the E/2 of Section 10, which my application showed Angels Peak owned. And also I would like the record to show, and testimony will be to that effect, that Congress Oil Company and Angels Peak Oil Company interests are completed pooled herein by virtue of an operating and actually a partnership agreement between the two companies.

MR. NUTTER: Mr. Verity, in the presentation of your case, will you have an exhibit reflecting the acreage under consideration?

MR. VERITY: I will have, Your Honor.

MR. NUTTER: Thank you.

MR. VERITY: Another word by way of introduction. This is an application to attribute the N/2 of the E/2 of Section 10, 28 North, 11 West, to the Angels Peak No. 5 Well, which is in the approximate center of the N/2 of the W/2 of Section 11, just to the east; and all of the N/2 of the W/2 of 11 is now dedicated to that No. 5 Well. We want to dedicate the additional 49.87 acres. And I would like to call Mr. Orin Hazeltine to the witness stand.

(Witness sworn)

#### ORIN HAZELTINE,

called as a witness, having been first duly sworn, testified as follows:

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#### DIRECT EXAMINATION

#### BY MR. VERITY:

- Q State your name, please.
- A Orin Hazeltine.
- Q Mr. Hazeltine, what is your educational background?
- Graduate engineer from the University of California, 1950.
- Q Since your graduation from that engineering school and university, what have you been doing?
- A I have been engaged in oil and gas engineering since that time.
  - Q At the present time how are you employed?
  - A Drilling superintendent for Southern Union.
  - Q And have you made a study of reservoir engineering?
  - A Yes, sir.
- Q Are you familiar with the geological formation of the Pictured Cliffs in the area of Sections 10 and 11, 28 North, 11 West, San Juan County, New Mexico?
- A Yes, sir, and I have a structure map showing that.

  MR. VERITY: Will you mark this, please, as an Exhibit?

(Thereupon, the document above referred to was marked Angels Peak's Exhibit No. 1 for identification.)

- Q Mr. Hazeltine, I hand you what the Reporter has marked as Applicant's Exhibit No. 1. Will you tell us what it is, please?
  - A This is a contour map, contoured on top of the Pic-

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tured Cliffs, which is the producting formation in this area, and the producing formation we are concerned with. This is the depth or the height actually above sea level of the top of that formation.

- Q You have shown and indicated the producing Pictured Cliffs wells in the area?
  - A That is correct.
  - Q It gives you very close sub-surface control?
- A Yes, sir, at any given point that would vary, plus or minus ten feet.
- Q From the information available to you, can you tell whether or not the N/2 of the E/2 of Section 11, 28 North, 11 West is underlaid by a producing section of the Pictured Cliffs formation?
- A Beyond any reasonable doubt, that is productive from the Pictured Cliffs.
- Q And can the N/2 of the E/2 of 11 be drained by the Angels Peak No. 5 Well, in the N/2 and W/2 of 11?
  - A Yes, sir, I believe so.

(Thereupon, the document above referred to was marked Applicant's Exhibit No. 2 for identification.)

- Q Mr. Hazeltine, I hand you what the Reporter has marked Applicant's Exhibit 2. Will you tell us what it is?
- A This is a map showing lease acreage, the acreage in the area held by Angels Peak, Summit and Congress Oil Company

DEARNLEY - MEIER & ASSOCIATES GENERAL LAW REPORTERS ALBUQUERQUE, NEW MEXICO Phone CHopel 3-6691 Q You say Angels Peak, Summit and Congress. Is Summit also a party to the agreement that I mentioned in my opening statement concerning acreage here under consideration?

A Yes, insofar-as all the acreage held by all the companies held in this area is held jointly.

- Q By virtue of an executed agreement?
- A Right.
- Q Now, does this map indicate the ownership of the N/2 W/2 and the acreage in it?

A It only shows that it is held by those three companies.

It doesn't differentiate as to which company originally held --

- Q What is the acreage on the N/2 E/2 of 11?
- A N/2 E/2 of 11 is held by Angels Peak.
- Q And what is the acreage?
- A Now, this 11 -- you are asking about 11?
- Q That's right.
- A Well, it is approximately 49, 50 acres.
- Q And is that under the same lease as the East 24.86 acres of the N/2 of the E/2 of 10?
  - A Yes, sir.
- Q And then the West 25.01 acres of the N/2 of the E/2 of 10 is under another lease?
  - A That is correct.
  - Q But is it also a Federal lease?
  - A It is a Federal lease.

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A Right.

Q Is the lessor -- excuse me, is the owner of this lease, being the West 25.01 acres of the N/2 E/2 of 10, Congress Oil Company?

A Yes, sir.

Q Can the N/2 of the E/2 of 11 be drained by the Angels Peak No. 5 Well in the N/2 of the V/2 of 11?

A That is correct.

MR. VERITY: We offer in evidence Applicant's Exhibits 1 and 2.

MR. NUTTER: Applicant's Exhibits 1 and 2 will be received in evidence in this case.

MR. VERITY: I believe that's all.

MR. PAYNE: Mr. Verity, perhaps I should direct this question to you. Is the ownership common, all the ownership throughout this entire acreage? In other words, --

MR. VERITY: It is except that the Eton Estate owns a one percent override on the West 25.01 acres of the N/2 E/2 of Section 10.

MR. PAYNE: So that you are actually now asking for a non-standard unit rather than a forced pooling order, if a forced pooling order is not necessary in the case of overrides. Your application was in the alternative for a non-standard unit or for forced pooling?

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MR. VERITY: Right.

MR. PAYNE: Now, if it is not necessary to force pool overrides, you are simply asking for a non-standard unit?

MR. VERITY: We need to force pools that one percent; otherwise, it is the same. But there is a one percent override in this West 25.01 acres that we ask to be attributed here.

MR. PAYNE: But the royalty ownership is common?

MR. VERITY: That is correct.

MR. PAYNE: And the working interest ownership is common?

MR. VERITY: Actually, it is identical, correct.

MR. PAYNE: Did you previously have an application before this Commission for a minimum allowable for this well?

MR. VERITY: We did.

MR. PAYNE: And it was denied on the basis that you had this additional acreage which you could dedicate?

MR. VERITY: That is correct.

#### CROSS EXAMINATION

#### BY MR. PAYNE:

Q Now, at the present rate of allowables or approximately the present rates, will this much acreage give you an allowable of 1500 MCF per day?

A I think it will, I believe so. Pretty close to it.

MR. PAYNE: I believe that's all. Thank you.

QUESTIONS BY MR. NUTTER: M. March Man, Co.

Q Mr. Hazeltine, has the applicant in this case, or the

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operator of the well filed a plat showing the acreage that will be attributed to the well?

- No, sir, I don't believe a plat .--Α
- A plat will be filed, however, is that correct?
- Yes. A

MR. VERITY: Doesn't this Applicant's Exhibit 2 satisfy your request, Your Honor?

MR. NUTTER: Not for the well file, we will have to have a Form 128, an acreage dedication plat. On that plat there is a provision for the statement to be made that the acreage is communitized, and you will be able to make that statement in the affirmative?

Yes. Α

MR. NUTTER: Is there anything further in Case 1712?

MR. PAYNE: I would like to ask Mr. Verity one question.

Mr. Verity, do you think it is necessary to force pool overrides?

MR. VERITY: I think it is. Your Honor. I don't think there will be any objection in this instance, but I do think it is.

MR. NUTTER: If there is nothing further in Case 1712,

the witness may be excused.

(Witness excused)

MR. NUTTER: Take the case under advisement.

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Phone CHopel 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 20th day of July 1959, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Jasenh G. Similla NOTARY PUBLIC)

My Commission Expires:

October 5, 1960

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1712, heard by me on 7-8, 1917.

Na Mexico Oil Conservation Commission

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Phone Chapel 3-6691

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

August 3, 1959

Mr. George Verity 152 Petroleum Conter Building Farmington, New Mexico

Dear Mr. Verity:

On behalf of your client, Angels Peak Oil Company, we enclose two copies of Order No. E-1446 in Casa No. 1712, issued by the Oil Conservation Commission on July 31, 1959.

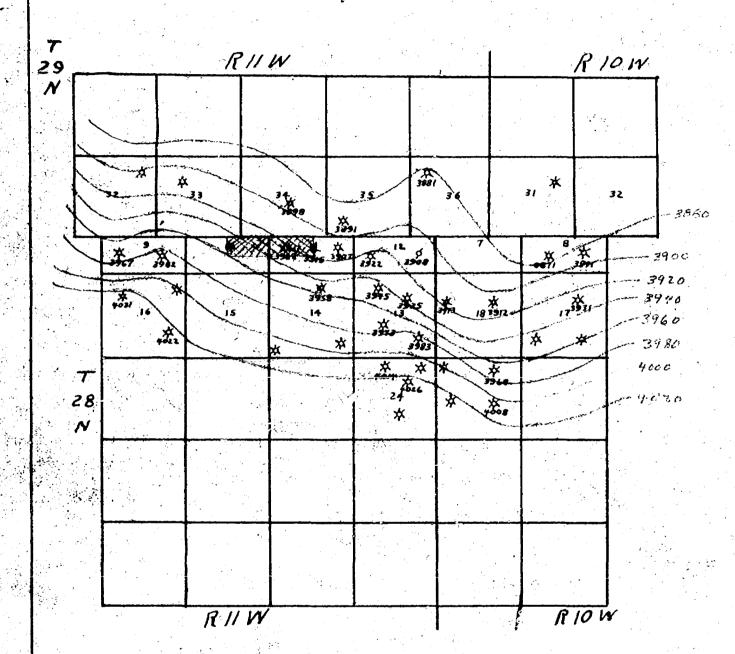
Very truly yours,

A. L. PORTER, Jr. Secretary-Director

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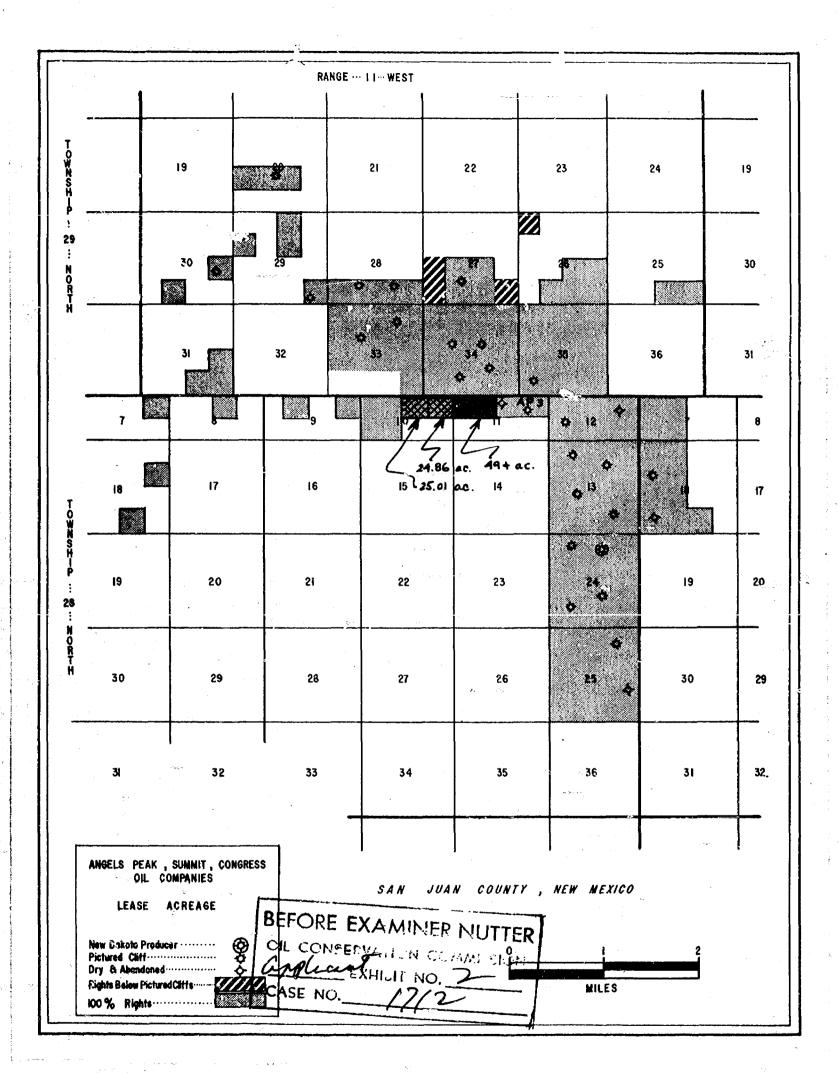
Inclosures

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Portion Of San Juan County, N.M. Structure: Top Picture Cliff
G.I. : 20'

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#### DOCKET: EXAMINER HEARING JULY 8, 1959

#### OIL CONSERVATION COMMISSION, 9 a.m., MABRY HALL, STATE CAPITOL, SANTA FE

The following cases will be heard before Daniel S. Nutter, Examiner, or A. L. Porter, Jr., Secretary-Director.

#### CASE 17071

Application of Continental Oil Company for two non-standard oil proration units. Applicant, in the above-styled cause, seeks the establishment of two non-standard oil proration units for Delaware production, one 49.8-acre unit to consist of lots 1 and 2 of partial Section 35, Township 26 South, Range 32 East, Lea County, New Mexico, the other 49.9-acre unit to consist of lots 3 and 4 of said partial Section 35. Said units are to be dedicated respectively to a well to be located 330 feet from the North and East lines of lot 1 and to a well to be located 330 feet from the North and East lines of lot 3, all in said Section 35.

#### CASE 1708:

Application of Continental Oil Company for permission to commingle the production from three separate leases. Applicant, in the above-styled cause, seeks permission to commingle the production from an undesignated Delaware pool from three separate leases in Sections 25, 26, and 35, Township 26 South, Range 32 East, Lea County, New Mexico, after separately metering the production from each lease.

#### CASE 17098

Application of Continental Oil Company for a 160-acre non-standard gas proration unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit in an undesignated Tubb gas pool consisting of the E/2 SW/4 and the W/2 SE/4 of Section 15, Township 20 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to applicant's Britt B-15 Well No. 9 located 1980 feet from the South and East lines of said Section 15.

#### CASE 1710:

Application of The Atlantic Refining Company for the establishment of three non-standard oil proration units and for approval of an unorthodox oil well location. Applicant, in the above-styled cause, seeks the establishment of three 44.56-acre non-standard oil proration units in the Horseshoe-Gallup Cil Pool, the three units together to comprise all of lots 1, 2, 3, and 4 of Section 33, Township 31 North, Range 16 West, San Juan County, New Mexico, one unit to be dedicated to a well in said lot 1, another to a well in said lot 2, the other to a well in said lot 4. Applicant further seeks approval of an unorthodox location for the well in said lot 2,

#### CASE 1711:

Application of The Atlantic Refining Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its State "Y" Well No. 8, located in the SE/4 NE/4 of Section 25, Township 25 South, Range 37 East, Lea County, New Mexico, in such a manner as to produce oil from the Justis Blinebry Pool and from the Justis Fusselman Pool through parallel strings of tubing.

#### CASE 1712:

Application of Angels Peak Oil Company for a non-standard gas proration unit or in the alternative for a force pooling order. Applicant, in the above-styled cause, seeks the establishment of a 98.87-acre non-standard gas proration unit in the Fulcher Kutz-Pictured Cliffs Pool consisting of lots 1 and 2 of Section 10 and lots 3 and 4 of Section 11, both in Township 28 North, Range 11 West, San Juan County, New Mexico said unit to be

- GASE 1712 (continued) dedicated to applicant's Angels Peak Well No. 5, located 285 feet from the North line and 1520 feet from the West line of said Section 11.

  Applicant proposes, in the alternative, to force pool all interests in the above-described acreage in said Fulcher Kutz-Pictured Cliffs Pool.
- Application of El Paso Natural Gas Company for a gas-gas dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Hancock Well No. 3, located in the SW/4 SW/4 of Section 22, Township 28 North, Range 9 West, San Juan County, New Mexico, in such a manner as to produce gas from the Aztec-Pictured Cliffs Pool and to produce gas from the Blanco-Mesaverde Pool through the casing-tubing unnulus and tubing respectively. Applicant proposes to utilize a retrievable-type packer in said well.
- Application of John H. Trigg for an order authorizing a pilot water flood project, for capacity allowables for seven wells in said project area, and for establishment of an administrative procedure for expansion of said project and for granting capacity allowables. Applicant, in the above—styled cause, seeks an order authorizing it to institute a pilot water flood project in the Caprock-Queen Pool in Chaves County, New Mexico. Applicant proposes to inject water into the Queen formation through 4 wells located in Sections 4 and 5, Township 14 South, Range 31 East. Applicant also seeks capacity allowables for seven wells in said project. Applicant further seeks the establishment of a procedure whereby the project area may be expanded and capacity allowables granted without notice and hearing.
- CASE 1715: Application of Gulf Oil Corporation for permission to install a lease automatic custody transfer system. Applicant, in the above-styled cause, seeks an order authorizing it to install automatic custody transfer equipment to receive and measure the oil produced from its B. V. Culp Lease consisting of the SW/4 NW/4, E/2 NW/4, and the NE/4 of Section 19, Township 19 South, Range 37 East, Lea County, New Mexico.
- Application of Northwest Production Corporation for an oil-gas dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its "S" Lease Well No. 15-11, located in the NE/4 NE/4 of Section 11, Township 24 North, Range 4 West, Ric Arriba County, New Mexico, in such a manner as to produce oil from an undesignated Gallup oil pool and the production of gas from an undesignated Dakota gas pool through parallel strings of tubing.
- Application of Pan American Petroleum Corporation for an exception to the "No-Flare" provisions of Order No. R-1237. Applicant, in the above-styled cause, seeks an exception to the requirement in Order No. R-1237 that no casinghead gas be flared or vented from any well within the defined limits of the Otero-Gallup Oil Pool or within one mile therefrom for its Jicarilla Tribal 35 Well No. 1, located in the NW/4 SW/4 of Section 35, Township 25 North, Range 5 West, Rio Arriba County, New Mexico.
- Application of Samedan Oil Corporation for an unorthodox oil well location. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox oil well location in the Kemnitz-Wolfcamp Pool for a well to be located 660 feet from the South and East lines of Section 20, Township 16 South, Range 34 East, Lea County, New Mexico, in exception to the spacing requirements for said pool as promulgated by Order No. R-1011.

Docket No. 24-59

CASE 1719:

Application of Sinclair Oil & Gas Company to commingle the production from several separate pools. Applicant, in the above-styled cause, seeks authority to commingle the production from the Penrose-Skelly Pool and the Paddock Pool from all wells on its Brunson lease comprising the NW/4 SW/4 of Section 3 and the W/2 SE/4 of Section 4. Township 22 South, Range 37 East, Lea County, New Mexico. Applicant further seeks permission to commingle the production from the Hare Pool, Drinkard Pool and Tubb Gas Pool from all wells on said lease.

CASE 17201

Application of Skelly Oil Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its W. P. Saunders Well No. 1, located in the SW/4 SE/4 of Section 11, Township 26 North, Range 11 West, San Juan County, New Mexico, in such a manner as to produce oil from the Gallegos-Gallup Oil Pool and to produce oil from an undesignated Dakota pool through parallel strings of tubing.

CASE 1721:

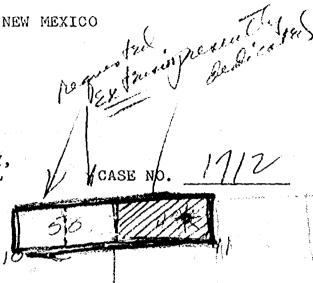
Application of Great Western Drilling Company for an automatic custody transfer system, for permission to commingle the production from separate leases, for permission to produce more than 16 wells into a common tank battery, and for an administrative procedure whereby wells may be produced excess of top unit allowable. Applicant, in the above—styled cause, seeks an order authorizing installation of an automatic custody transfer system and for permission to commingle the Caprock—Queen Pool production from more than 16 wells located on separate leases within the confines of the North Central Caprock Queen Unit Area in Township 13 South, Ranges 31 and 32 East, Lea and Chaves Counties, New Mexico. Applicant further proposes the establishment of an administrative procedure whereby wells in said Unit Area may be permitted to produce in excess of top unit allowable for said Caprock—Queen Pool.

GEOVINA FIRE THE See Order no. See 1334 ATTORNEY AT LAW SUITE 182 PETRO TUM CENTER BUILDING FARMINGTON, NEW! MEXICO June 6, 1959 Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico Gentlemen: Enclosed herewith is application for increasing the acreage attributed and pooled to the Angels Peak Oil Company No. 5 well located in Section 11, Township 28 North, Range 11 West, of the Fulcher Kutz Pictured Cliffs pool. We will appreciate this case being set down for hearing at the earliest possible date and have no objection to same being set for hearing before a trial examiner. Please advise us of the hearing date. Yours very truly, GLV/m

#### BEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

IN RE: APPLICATION OF ANGELS PEAK OIL COMPANY FOR AN ORDER ATTRIBUTING AND POOLING THE NORTH HALF (N2) of the EAST HALF (E2) of SECTION TEN (10), TOWNSHIP TWENTY EIGHT (28) NORTH, RANGE ELEVEN (11) WEST, SAN JUAN COUNTY, NEW MEXICO, TO ITS NUMBER FIVE (5) WELL LOCATED 285 FEET FROM THE NORTH LINE AND 1520 FEET FROM THE WEST LINE OF SECTION ELEVEN (11), TOWNSHIP TWENTY-EIGHT (28) NORTH, RANGE ELEVEN (11) WEST, SAN JUAN COUNTY, NEW MEXICO.



#### APPLICATION

Comes now Angels Peak Oil Company and states:

- 1. That it is the owner of Angels Peak Well No. 5, located 285 feet from the North line and 1520 feet from the West line of Section 11, Township 28 North, Range 11 West, in San Juan County, New Mexico, and the forty-nine (49) acre lease underlying the same, being the North Half  $(N_{\frac{1}{2}})$  of the West Half  $(W_{\frac{1}{2}})$  of said section; that such well is completed in the Pictured Cliffs formation and is subject to the special rules and regulations of the Fulcher Kutz Pictured Cliffs pool.
- 2. That applicant is also the owner of the oil and gas lease underlying the North Half  $(N\frac{1}{2})$  of the East Half  $(E\frac{1}{2})$  of Section 10, Township 28 North, Range 11 West; that no well is located thereon and producing from the above described Pictured Cliffs formation but that the entirety of said acreage is underlain with a producing section of the Pictured Cliffs formation.
- 3. That the acreage described in the preceding paragraph No. 2 totals 49.87 acres; that applicant is entitled to have such acreage attributed and pooled to the above described Angels Peak Well No. 5, which is at the present time producing from a 49-acre lease, thus making a 98.87 acre production unit, and that applicant is further entitled to have an allowable set

for such well on the basis of the entire 98.87 acres.

WHEREFORE, applicant prays that this matter be set down for hearing, that notice of such hearing be given as prescribed by the rules of this Commission and the laws of the State of New Mexico, that from the evidence to be adduced thereat this Commission enter an order attributing and pooling the above described acreage located in Section 10, Township 28 North, Range 11 West, San Juan County, New Mexico, to the Angels Peak Well No. 5, and granting such well an allowable based on 98.87 acres.

ANGELS PEAK OIL COMPANY

Bv

Geo. L. Verity, Atty. 152 Petroleum Center Bldg. Farmington, New Mexico