

CASE 1775: Application of CONTINENTAL for 160-acre non-standard unit to be dedicated to SEMU Well No. 70.

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1775

Replication, Transcript, Smill Exhibits, Etc.

#### (B) R. SHI LL CONSERVATION DOLL FORM OF THE ODDESS FOR DILLEG.

> 2013 No. 1770 Order No. 14-1490

APPENDATEN, NE DAATEN, IL DI. DERPANY FOR A IGE-YOLL AND FAMORID DIE DATE DIE FRE TUBB GAS ANNE, NEU DIERT, SCH MELLO

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## BY THE CHARLESTER:

This cause came on for hearing at 9 o'clock a.n. on September 2, 1957, at Sonta Fe, Sephexics, before Saniel 5. Mutter, Examiner July appointed by the Sil Conservation Composition of New Fedice, hereinafter referred to as the "Consission," in accordance with Unite 1211 of the Commission fulles and Regulations.

107, on this <u>day</u> of actober, 1959, the Commission, a quorum weing present, having considered the application, the evidence adduced, and the recommendations of the Dxaminer, Daniel 5. Latter, and using fully advised in the premises,

#### FIG5:

(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, Continental Oil Company, is the co-owner operator of the E/2 SE/4 of Section 15 and the W/2 SW/4 of Section 14, both in Township 20 South, Range 57 East, SEAC, Lea County, Sec. Mexico.

(3) That the applicant proposes to drill the salut well No. 70 at a location 1980 feet from the South line and 600 feet from the Cast line of said pection 10.

(4) That the applicant proposes the establishment of a 160-acre non-standary gas unit in the beir-lubb Gas fool consisting of the 3/2 or 3/4 of Section 15 and the 3/233/4 of Section 14, to be contracted to the cald 32.0 Cell by. (0. -2-Case No. 1115 rior No. 2-1190

(b) that it monthes the practical to communitize the apparating acrossing to form a standard gas unit.

(b) That approval of the subject application will noither cause waste nor impair correlative rights.

## IT IS THEREFORE ORDERED:

That a los-acre non-standard gas unit in the deir-Juby Gas cool, consisting of the 2/2 SE/4 of Sec-tion 15 souther // Se/4 of Section 14, woth in Town-ship Secondb, as ignore uset, when the County, New Sector, we and the same is hereby established. Said unit is to be desicated to the applicant's SEAU Well No. To, to be located 1900 feet from the South line and one feet from the Jast line of said Section 13.

TONI at Santa Fe, New Moxico and the day and year heroinasave designates.

- GENEL OF THE CHARGE CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR CONTRACTOR C

- Tonna JULY BUR WUGHL, Shairman

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. . . \* 1. L. PORTER, Jr., Lember & Secretary



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## NEW MEXICO OIL CONSERVATION COMMISSION

NMOCC-SANTA FE (2) NMOCC-HOBBS (2) HLJ HGD HWS FILE Offset Opr. (1)

#### SANTA FE, NEW MEXICO

7-3-58

## APPLICATION FOR DUAL COMPLETION

Field Name				County	Date	Date	
	Weir			Lea		_	
Operator			Lease		Well No.		
•	Continental	Oil Company		SEMU		70	
Location	Unit	Section		Township	Range		
of Well	1	Ì	15	205		37E	

1. Has the New Mexico Oil Conservation Commission heretofore authorized the dual completion of a well in these same pools or in the same zones within one mile of the subject well? YES X NO

2. If answer is yes, identify one such instance: Order No. R-1422 ; Operator, Lease, and Well No.:

Continental Oil Company Britt B-15 No. 9

3. T	he following facts are submitted:	Upper Zone	Lower Zone
a.	Name of reservoir	Undesignated Tubb	Weir
b.	Top and Bottom of Pay Section (Perforations)	Proposed perforations 6470-6560'	Proposed perforations 6810-6930
c.	Type of production (Oil or Gas)	Gas	Oil
d.	Method of Ptoduction (Flowing or Artificial Lift)	flowing	flowing

4. The following are attached. (Please mark YES of NO)

Yes a. Diagrammatic Sketch of the Dual Completion, showing all casing strings, including size and setting, top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent.

Yes b. Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease.

Yes c. Waivers consenting to such dual completion from each offset operator, or in lieu thereof, evidence that said offset operators have been furnished copies of the application.\*

No d. Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation indicated thereon. (If such log is not available at the time application is filed, it shall be submitted as provided by Rule 112-A.)

5. List all offset operators to the lease on which this well is located together with their correct mailing address.

## Pan American Petr. Corp, Box 68, Hobbs, New Mexico

6. Were all operators listed in Item 5 above notified and furnished a copy of this application? YES X\_NO \_\_\_\_\_. If answer is yes, give date of such notification \_\_\_\_\_\_.

CERTIFICATE: I, the undersigned, state that I am the <u>Division Superintendent</u> of the <u>Continental Oil Company</u> (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge.

Signature Should waivers from all offset operators not accompany an application for administrative approval, the New Mexico Oil Conservation Commission will hold the application for a period of twenty (20) days from date of receipt by the Commission's Santa Fe office. If, after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.

NOTE: If the proposed dual completion will result in an unorthodox well location and/or a non-standard protation unit in either or both of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

## CONTINENTAL OIL COMPANY

## SEMU-DT NO.70

## PROPOSED INSTALLATION (Showing Approx.Depths)

CASING RECORD

DUAL COMPLETION EQUIPMENT





R-37-E

Proposed Tubb Gas Unit Continental Acreage Cross-hatched

August, 1959

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CASE EXHIBIT

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- 1. That applicant is re-proported sparable of the coutheast Konument Unit, a portion of which establishes is a Maler the S2/4 of Section 1, and the s/2 of the outforms Section 17, F-200, R-373, MMM, see Sound, a countlet.
- 2. This applicant proposes to orbit the SEAU MA. (O well at a location 19:0 Most from the South and 10 Most from the Mast line of said Souther 1, and complete as an All well in the Meir-Drickard (ii from, and as a just tool in an associated Tabe Fool.
- 3. This is part of the second state delty at the 3/2 of the SE/4 of the SECONDER SECONDER SECONDER SECONDER SECONDER SECONDER SECONDELS SECONDER SECONDELS SECONDER SECONDELS SECONDERS TO SECONDELS SECONDELS SECONDELS SECONDELS SECONDELS SECONDELS SECONDELS.
- 4. That the most practical the economical method of allocating said screage for gap production from the Undesignated Rubb Gas Pool is to establish a 1-2 dore non-standard gas provation whit, as described to are for acaigmment to the addU No. 70 well.

Wherefore, applicant projected this opplication be set for nearing before the contribution's duly appeared that the child appropriate notice thereof be given, and thus upon housing an observe of support proting applicant the nonstandard gas provation unit describes from the tot.

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August, 1959

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CASE EXHIBIT

## DOCKET: EXAMINER FERRING SEPTEMEER 30, 1909

Acres

Dil Conservation Commission - 9 a.m., Mabry Hall, State Capitol, Santa Fa, New Device

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

#### CONTINUED CASE

CASE 1739: Application of Shell Oil Johpany for approval of a unit agreemnt. Applicant, in the above-styled duse, seeks an order approving its Hershaw Desp Unit Agreement Comprisions 1824 acres, more or less, of Federal and State lands in Township 16 South. Pances 30 and 31 East, Eddy County, New Mexico.

## MEN CASES

- CASE 1760: Application of The Atlantic Refining Company for an automatic custody transfer system and for permission to produce more than 16 wells into a common tank battery. Applicant, in the above-styled cause, seeks an order authorizing it to install an automatic custody transfer system to handle the production from all horseshee-Gallup oil wells on its Navajo "B" Lease comprising certain accedge in Township 31 North, Range 16 West, San Juan County, New Mexico-
- CASE 1761: Application of Stanto: Oil Company, Ltd., for a pilot water flood project. Applicant, in the above-styled cause, seels an order authorizing it to institute a pilot water flood project in the Turkey Track Pool in Eddy County, New Mexico, by the injection of water into the Queen formation through four welds located in Section 34, Township 18 South, Range 29 East.
- CASE 1762: Application of Newmont Gil Company for an unorthodox water injection wall location. Applicant, in the above-styled cause, seeks an older authorizing it to reopen and utilize for water injection a well located on an unorthodox location at a point 1620 feet from the North line and 1020 feet from the West line of Section 32, Township 16 South, Range 31 East, Square Lake Pool, Eddy County, New Mexico.
- CASE 1763: Application of Southwestern Hydrocarbon Company for an order abolishing the Sawyer-San Andres and South Sawyer-San Andres <u>Oil</u> Pools in Lea County, New Mexico, and creating the Sawyer-San Andres <u>Gas</u> Fool; or in the alternative for an order extending the horizontal limits of the South Sawyer-San Andres Oil Pool to include the NE/4 of Section 6, the N/2 of Section 5 and the NW/4 of Section 4, Township 10 South, Range 38 East, Lea County, New Mexico, and removing all gas-oil ratio limitations for wells in said pool; or in the alternative for an order combining the Sawyer-San Andres and the South Sawyer-San Andres Oil Pools, as well as the intervening acreage, and removing all gas-oil ratio limitations for such pool.
- CASE 1764: Application of Standard Oil Company of Texas for an unorthodox gas well location. Applicant, in the above-styled cause, seeks an order arthorizing an unorthodox gas well location in the Atoka-Pennsylvarina Gas Pool, at a point 1850 feet from the South line and 1650 feet from the East line or Section 14. Township 18 South, Range 25 East, Eddy County, New Mexico.

Docket No. 33-59 -2-

CASE 1765: Application of The Ohio Oil Company for a selt water disposal well. Applicant, in the above-styled cause, seeks an order authorizing the disposal of produced salt water into the Lower San Andres formation through its State B-4286 "A" Well No. 2, located in Unit F, Section 2, Township 17 South, Range 36 East, Lea County, New Mexico. The proposed injection interval is from 5725 feet to 5968 feet.

- CASE 1766: Application of Northwest Production Corporation for an oil-cil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its "S" Well No. 16-2, located in the SW/4 SW/4 of Section 2. Township 24 North, Range 4 West, Rio Arriba County, New Mexico, in such a manner as to produce cil from an undesignated Gallup oil pool and to produce cil from an undesignated Dakota cil pool through parallel strings of tubing.
- CASE 1767: Application of El Paso Natural Gas Products Company for permission to produce more than 16 wells to a common tank battery. Applicant, in the above-styled cause, seeks an order authorizing the production of a maximum of 35 wells in the Horseshoe-Gallup Gil Pool into a common tank battery. Said wells are located on applicant's Horseshoe Ute Lease comprising portions of Sections 27, 28, 33 and 34, Township 31 North, Range 16 West, San Juan County, New Sector.
- CASE 1768: Application of T. F. Hodge for the rededication of acreage assigned to three oil wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order rededicating the acreage assigned to three oil wells on his Mary E. Wills Lease, Section 33, Township 26 South. Range 37 East, Jalmat Gas Pool, Lee County. New Mexico. Applicant proposes to dedicate 40 acres to each of the three wells, said 40-acre units not to comprise a quarterquarter section or legal subdivision.
- CASE 1769: Application of Pan American Petroleum Corporation for approval of a unit agreement. Applicant, in the above-styled cause, seeks an order approving its Northeast Hogback Unit Agreement, comprising 10,572 acres, more or less, in Township 30 North, Range 16 West, San Juan County, New Mexico.
- CASE 1770: Application of Pan American Petroleum Corporation for approval of a lease automatic custody transfer system. Applicant, in the above-styled cause, seeks an order authorizing the automatic custody transfer of oil produced from its Lois Wengerd Lease in Sections 23 and 24, Township 12 South, Range 37 East, Gladiola-Devonian Pool, Lea County, New Mexico.
- CASE 1771: Application of Pan American Petroleum Corporation for approval of a lease automatic custody transfer system. Applicant, in the above-styled cause, seeks an order authorizing the automatic custody transfer of bil produced from its USA Malco Refinery "F" Lease, Section 1, Township 18 South, Range 27 East, Empire-Abo Pool, Eddy County, New Mexico.
- CASE 1772: Application of Pan American Petroleum Corporation for approval of an automatic custody transfer system for four state leases in the Empire-Abo Pool, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order amending Order No. R-1292 to provide for automatic custody transfer of oil commingled thereunder.

Docket No. 33-59

CASE 1773: Application of Pan American Petroleum Corporation for approval of two automatic custody transfer systems for seven federal leases in the Empire-Abo Pool, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order amending Order No. R-1399 to provide for automatic custody transfer of oil produced into the two commingled tank batteries authorized therein.

- CASE 1774: Application of Continental Oil Company for a non-standard gas unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre nonstandard gas unit in an undesignated Tubb gas pool consisting of the E/2 NW/4 and the W/2 NE/4 of Section 15, Township 20 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Britt B-15 No. 10 Well, located in the SW/4 NE/4 of said Section 15.
- CASE 1775: Application of Continental Oil Company for a non-standard gas unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre nonstandard gas unit in an undesignated Tubb gas pool consisting of the E/2 SE/4 of Section 15 and the W/2 SW/4 of Section 14, all in Township 20 South, Range 37 East, Lea County, New Mexico, said unit to be dedicated to the applicant's SEMU Well No. 70, located in the NW/4 SW/4 of said Section 15.

CASE 1776: Application of Continental Oil Company for an exception to the overproduction shut-in provisions of Order R-520, as amended by Order R-967, for nine wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order allowing the following-described wells in the Jalmat Gas Pool to compensate for their overproduced status without being completely shut-in in order to prevent possible waste: Ascarate D-24 Well No. 1, Unit J, Section 24, T-25-S, R-36-E, Danciger A-8 Well No. 2, Unit P, Section 8, T-23-S, R-36-E, Jack A-20 Well No. 4, Unit G, Sectior 20, T-24-S, R-37-E, Jack A-29 Well No. 3, Unit H, Section 29, T-24-S, R-37-E. Meyer A-29 Well No. 1, Unit 0, Section 29, T-22-S, R-36-E, Meyer B-28 Well No. 1, Unit E, Section 28, T-22-S, R-36-E, State A-32 Well No. 4, Unit F, Section 32, T-22-S, R-36-E, Stevens A-34 Well No. 1, Unit E, Section 34, T-23-S, R-36-E, Wells B-1 Well No. 1, Unit A, Section 1, T-25-S, R-36-E, all in Lea County, New Mexico.

CASE 1777: Application of El Paso Natural Gas Company for an exception to the overproduction shut-in provisions of Order R-520, as amended by Order R-967, for two wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order allowing its E. J. Wells Lease Well No. 13, Unit L, Section 5, and its Wells B-4 Lease Well No. 1, Unit D, Section 4, both in Township 25 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, to compensate for their overproduced status without being completely shut-in in order to prevent possible waste.

CASE 1778: Application of Olsen Oils, Inc., for an exception to the overproduction shut-in provisions of Order R-520, as amended by Order R-967, for four wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order allowing the following-described wells in the Jalmat Gas Pool to compensate for their overproduced status without being completely shut-in in order to prevent possible waste: Cooper B Well No. 2, NE/4 NJ/4 of Scotion 14, 1-24-S, R-36-E, Myers B Well No. 1, SE/4 NJ/4 of Section 13, T-24-S, R-36-E, S. R. Cooper Well No. 1, SE/4 NE/4 of Section 23, T-24-S, R-36-E, Winningham Well No. 3, NE/4 SE/4 of Section 30, T-25-S, R-37-E, all in Lea County. New Mexico. Docket No. 33-59

CASE 1779: Application of Jal Oil Company for an exception to the overproduction shutin provisions of Order R-520, as amended by Order R-967, for four wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order allowing the following-described wells in the Jalmat Gas Pool to compensate for their overproduced status without being completely shut-in in order to prevent possible waste: Legal Well No. 2, NE/4 SE/4 of Section 21, Dyer Well No. 3, SE/4 NE/4 of Section 31, Jenkins Well No. 2, NE/4 SM/4 of Section 29, Ropollo Well No. 1, SW/4 NW/4 of Section 28, all in Township 25 South, Range 37 East, Lea County, New Mexico.

CASE 1780: Application of Husky Gil Company for an exception to the overproduction shut-in provisions of Order R-520, as amended by Order R-967, for one well in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order allowing its Montecito Woolworth Well No. 2, Unit M, Section 33, Township 24 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, to compensate for its overproduced status without being completely shut-in in order to prevent possible waste.

CASE 1781: Application of Texaco, Inc. for permission to continue producing an overproduced Jalmat gas well at a lesser rate. Applicant, in the above-styled cause, seeks an order authorizing it to produce its C. C. Fristoe (b) NCT-4 Well No. 2, Unit M, Section 31, Township 24 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, at a maximum rate of 2500 MCF per month for lease use until over production has been compensated for.



# **CONTINENTAL OIL COMPANY**

825 PETROLEUM BUILDING ROSWELL, NEW MEXICO

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WM. A. MEAD Division Superintendent of Production New Mexico Division

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litteather: Mr. A. L. Portur, Jr., Secretary-Director

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## Gentlemen:

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No respectfully request saministrative approval of Continental Oll Company's application for dual completion of the SEMU Well No. 70 for gas in the Fubb formation in an undesignated Tubb Gas Pool and clu in the Definierd formation in the Neir-Drinkard Pool. Copies of the application have been furnished on this date to the one offset operator listed under Itam 2 and two poples are attached for your Surther handling.

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R-37-E

August, 1959

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CASE EXHIBIT BRECCH THE CIL CONSERVATION CONDESSION SANTA FE. NEW MEMICO

IN THE MATTER OF:

CASE 1775

TRANSCRIPT OF HEARING

SEPTEMBER 30, 1959

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	BEFORE THE CII CONSERVATION COMMISSION SANTA FE, NEW MEXICO SEPTEMBER 30, 1959
IN THE M	ATTER OF:
CASE 177	Application of Convinental Oil Company for a non-standard gas unit. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas unit in an unedesignated Tubb gas pool consisting of the E/2 SE/4 of Section 15 and the M/2 SW/h of Section 14, all in Township 20 South, Range 37 East, Lea County, New Mexico, said unit to: be dedicated to the applicant's SEMU Mell No.: 70, located in the W/4 SW/h of said Section 15.
BEFORE:	
I	Daniel S. Mutter, Examiner.
T	<u>RANSCRIPT OF PROCEEDINGS</u>
	MR. MUTTER: We will take next Case 1775.
	MR. PAYNE: Case 1775. Application of Continental Oil
Company	for a non-standard gas unit.
	MR. KELLAHI : If the Commission, please, let the
record s	show the same appearance as in Case 1774.
	MR. PAYME: Let the record also show that the witness
was swor	rn on the previous case.
	JOHN A. QUEEN,
called a	as a witness, having been previously sworn on oath, testi-
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fied as follows: DEFICT EXAMINATION BY MR. FELLAHIN: Mr. Queen, are you the same Mr. Queen who testified in Case 1774? 1 I am. Are you familiar with the application in Case 1775? A I am. Hould you state briefly what is proposed in that case? Q The Commission has just heard our testimony in Case Δ 1774, and this is also a proposed development well for the Meir Drinkard Oil Pool in the Weir Tubb Gas Pool. As previously stated, an Order has been issued on our Britt B-15 No. 9, giving a nonstandard proration unit for the Tubb formation for that well. A DC Order has also been issued authorizing the dual completion of our proposed SEMU Drinkard Tubb No. 70 Well. In order to continue with our plans of development for the Meir Tubb Gas Pool, we would like the Commission's approval to assign an NSP of this well also, which would consist of the E/2 of the SE/L of Section 15, 37 South -- pardon me -- 20 South, 37 East, and the M/2 of the SM/4 of Section 14 of the same Township and Range. The reason, that you do not wish to communitize or it is practical to communitize the screage in Section 15, the same

as those stated in the previous case?

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Yes, sig, they age. I have what I would like to sub-

Densel, etc. March & Arabito Arabi Torrica Santa Alter J. Etc. 11 (44 a. 124) Phone Chapel 3:6691 mit as Exhibit No. 1. and exclain this. if I may. Exhibit No. 1 sets forth the previously mentioned approved Tubb Gas Unit assigned to the Britt B-15 No. 9 as outlined in green on what I have called Exhibit 1. The Britt B-15 No. 9 Well is circled in green. The proposed gas promation unit for the Tubb, the Weir Tubb Pool is outlined in red, and in the proposed location for the SEMU No. 70, which would be the well assigned to this acreage as outlined in red -- as encircled in red -- pardon me.

Q In your opinion, would approval of this application result in any impairment or correlative rights?

A No, sir, it would not.

Q Would any waste occur as a result of this proposed unit?

A No, sir, it would not.

Q Has Exhibit No. 1 prepared by you or under your direction and supervision?

A It was.

MR. MELIAHIN: At this time we would like to offer in evidence Exhibit No. 1 in Case 1775.

MR. MUTTER: Continental's Exhibit No. 1 in 1775 will be admitted.

M. KELLAnI: That's all the questions we have, Mr. Nutter.

N'. WITTEN: Anyone have any questions of Mr. Queen?

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CEANNER MEICH BUAREN ATES Official Club Co Ante 1984: E Mei Mukino Phone Chapel 3-6671 BY MR. PAYE: C Is the Southeast Monument unit unitized at all depths: Yes, sir. <u>,</u> QUESTIONS BY HEL. NUTTO:: What is this No. 66 Mell complexed as? 0 That is a gas pool -- well, which is completed in the A Pennsylvanian. I, as you know, an fairly new down here. I believe that is a Pennsylvanian well. It is taking considerable amount or water. We contemplate using it as a development. However, through installation of larger pumping units, we are now able to bring the production up to almost its allowable rate. C Is it a gas well? No, sir, it is producing average quantities of water, <u>.</u> and some oil, I believe, from the Pennsylvanian formation. Isn't this symbol on this Twhibit a gas well symbol ୍ for No. 65? A I beg your pardon, I was looking at 61. Mc. 66 is a gas well producing from the Eumont. ରୁ Eumont Gas Mell? A Yes. I was prepared to answer the questions on 61, out not 66, the reason I was mistaken. There are several gas wells there. In fact, the SERU is almost completely developed in the Eumont. 2 What is the main reason, Mr. Queen, for dedicating a portion of 15 and a portion of Section 14 to this well when you

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- 1984 на траници и Аллании и Аллании Приника пракода и стали Адер пракода и Пракодини и Phone Chapel 3/6091 could stay in Section 15 and dedicate the 3/2 of the 3/2? A Well, of course, the SEMU covers both the 3/2, 3/2 of Section 15 and Section 14, so from the lease standpoint, there is no --

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Smoldon?

No. sir. We also anticipate, upon proving this acreage to be of this structure, to be productive. We propose, of course, to come back at come future date with a well to be drilled as a north set to the proposed SEMU No. 70. This could be handled in more total one way, and, as I mentioned in the previous case, if we can determine the size of the structure and draw a productive limit to the structure, then it may be more equitable to change if two of the first promation units assume an elongated figure, such as the E/2 of the S/2 of Section 15 and the M/2 M/2 of Section 15, and then from there on go on with it. The field is entirely controlled by this and further complicated because the Drinkard is an oil producing horizon which could be devloped on 40-acre spacing and at the present time, in our opinion, could not be drilled as a single completion well because of the limits of reserves.

Q In effect, if you drilled another well which would be an offset to the -- your 70, you would have 40 -- offset in 40acre pattern, but each with 160 acres dedicated --

A That is possible. However, upon proving the Blinebry productive of gas, which we have had a previous drill stem test at the area and indicates it to be productive, the entire pattern

> DEAPNLES - MRIER & ASBOLIATES Official Contraction ALET SUBPLIE - New MRX LO Phone Chapel 3-6691

would be changed. To are not prepared at this time to testify to the Commission that the Elinebry is productive.

Q Are you prepared to testify that the entire 160 acres, that you are proposing to dedicate to this well is productive from the Tubb?

A Yes, sir. Upon the drilling of the well. Of course, since this is a discovery well, the Britt B-15 No. °, we have prepared a structure map which is a very tentative structure based on reasonable control, and indicates this to be productive at the present time. Of course, the structural location of the well at the time it penetrates the Tubb will be controlling. We are operating --

Q The nearest Tubb well to the present Tubb well that you have completed, which is your No. 9, is an oil well, but is a mile away and down structure?

A Yes, sir. We anticipate that this structure will open to the northwest.

MR. NUTTER: Any further questions of Mr. Queen? He may be excused.

## (Mitness excused)

MR. MUTTER: Does anyone have anything further for Case 1775? We will take that case under advisement and take Case 1776. STATE OF MEW MEXICO ) COUNTY OF BERALING )

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  $\mathcal{L}^{\overset{\smile}{\leftarrow}}$  day of  $\mathcal{Q}_{\overset{\smile}{\leftarrow}}$  day of  $\mathcal{Q}_{\overset{\leftarrow}{\leftarrow}}$  d

Jacob a. Jun

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My Commission Expires:

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October 5, 1960

I do horeby conting that the foregoing is  $\frac{1}{2} = \frac{1}{2} = \frac{1}$ New Mexico Gil Conservation Commission

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