

CASE 1843: Application of ROY H. SMITH  
Drig. to commingle from Maljamar-Yates  
Pool & Pearlsall Pool - Walker "A"  
lease.

184

Case No.

1843

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Application, Transcript,  
Small Exhibits, Etc.

JANUARY 6, 1960

BEFORE THE  
OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO  
JANUARY 6, 1960

IN THE MATTER OF:

CASE 1843 Application of Roy H. Smith Drilling Company :  
for permission to commingle the production from: :  
two separate pools. Applicant, in the above- :  
styled cause, seeks permission to commingle the: :  
production from the Maljamar-Yates Pool and the: :  
Pearsall Pool from all wells on its Walker "A" :  
lease, comprising the S/2 NE/4 of Section 5, :  
Township 18 South, Range 32 East, Lea County, :  
New Mexico. :

BEFORE:

Daniel S. Nutter, Examiner

T R A N S C R I P T     O F     P R O C E E D I N G S

MR. NUTTER: The hearing will come to order, please.  
We will take next Case 1843.

MR. PAYNE: Case 1843. Application of Roy H. Smith  
Drilling Company for permission to commingle the production from  
two separate pools.

MR. NUTTER: Is there a representative of Roy H. Smith  
Drilling Company present? If not, we will continue this case to  
the last one on this docket and call it again.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

PHONE CH 3-6691

ALBUQUERQUE, NEW MEXICO



MR. NUTTER: We will call next Case 1843. Is there a representative of Roy H. Smith Drilling Company present?

MR. PAYNE: Mr. Examiner, in view of the fact that no representative of the Roy H. Smith Drilling Company is present, I move that case be dismissed.

MR. NUTTER: Case 1843 will be dismissed.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

PHONE CH 3-6691

ALBUQUERQUE, NEW MEXICO



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 12<sup>th</sup> day of January, 1960, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

Joseph A. Trujillo  
 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. 1843 heard by me on 1-6, 1960.

Examiner, Examiner  
 New Mexico Oil Conservation Commission

DEARNLEY-MEIER REPORTING SERVICE, Inc.

PHONE CH 3-6691

ALBUQUERQUE, NEW MEXICO



OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

January 15, 1960

Mr. Roy H. Smith  
1117 City National Building  
Wichita Falls, Texas

Dear Mr. Smith:

We enclose herewith two copies of Order No. R-1560  
in Case 1843, which was issued by the Oil Conservation  
Commission this date.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ir/

Enclosures

C  
O  
P  
Y

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. 1843  
Order No. R-1560

APPLICATION OF ROY H. SMITH  
DRILLING COMPANY FOR PERMISSION  
TO CONSINGLE THE PRODUCTION FROM  
TWO POOLS IN LEA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 6, 1960, 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 15th day of January, 1960, the Commission, a quorum being present, having considered the application and the recommendations of the Examiner, Daniel S. Mutter, and being fully advised in the premises,

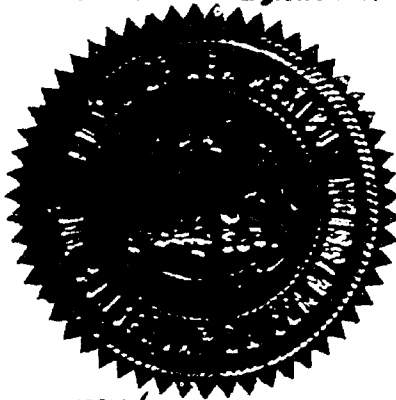
FINDS:

- (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 did not appear at the hearing and, therefore, Case No. 1843 should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 1843 be and the same is hereby dismissed without prejudice.

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



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STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION  
*John Burroughs*  
JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member  
*A. L. Porter, Jr.*  
A. L. PORTER, Jr., Member & Secretary



DOCKET: EXAMINER HEARING JANUARY 6, 1960OIL CONSERVATION COMMISSION - 9 a.m., Mabry Hall, State Capitol, Santa Fe, New Mexico

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

- CASE 1835: Application of Continental Oil Company for two non-standard gas proration units. Applicant, in the above-styled cause, seeks an order establishing two non-standard gas proration units in the Eumont Gas Pool, one consisting of the N/2 of Section 3, the other consisting of the S/2 of said Section 3, Township 20 South, Range 36 East, Lea County, New Mexico. Applicant proposes to dedicate the units respectively to its Reed A-3 Well No. 2, located 1980 feet from the North line and 660 feet from the East line of said Section 3 and to its Reed A-3 Well No. 3, located 1980 feet from the South line and 660 feet from the East line of said Section 3. Applicant further proposes the cancellation of an existing Eumont gas proration unit comprising the E/2 of said Section 3 and presently dedicated to the said Reed A-3 Well No. 3.
- CASE 1836: Application of Continental Oil Company for approval of an automatic custody transfer system. Applicant, in the above-styled cause, seeks an order authorizing it to install an automatic custody transfer system to handle the Arrowhead Pool production from all wells on its State J-2 lease consisting of the N/2 and the SE/4 of Section 2, Township 22 South, Range 36 East, Lea County, New Mexico.
- CASE 1837: Application of Continental Oil Company for an oil-oil dual completion. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Baish "A" Well No. 27, located in the NE/4 SE/4 of Section 21, Township 17 South, Range 32 East, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Abo pool and the production of oil from an undesignated Wolfcamp pool through parallel strings of tubing.
- CASE 1838: 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 Huerfano Unit Well No. 111 (GD), located in Unit F, Section 20, Township 26 North, Range 9 West, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Gallup pool and the production of gas from an undesignated Dakota pool through parallel strings of tubing.
- CASE 1839: Application of Franklin, Aston & Fair, Inc., for permission to commingle the production from three separate leases. Applicant, in the above-styled cause, seeks permission to commingle the Empire-Abo Pool production from three separate State leases, one in Section 6, Township 18 South, Range 28 East, and the other two in Section 31, Township 17 South, Range 28 East, Eddy County, New Mexico.
- CASE 1840: Application of Pan American Petroleum Corporation for a non-standard gas unit. Applicant, in the above-styled cause, seeks an order establishing a 264-acre non-standard gas unit in the Blanco-Pictured Cliffs Pool consisting of the N/2 of Section 6, Township 29 North, Range 9 West, San Juan County, New Mexico, to be dedicated to the Houck Gas Unit Well No. 1, located 1650 feet from the North and East lines of said Section 6.

- CASE 1841: Application of Sinclair Oil & Gas Company for the creation of a new pool in the Potash-Oil Area and for the promulgation of special rules and regulations pertaining thereto. Applicant, in the above-styled cause, seeks an order creating a new pool for Yates production in the Potash-Oil Area as defined by Order R-111-A, said pool to comprise the SE/4 NW/4 of Section 16, Township 20 South, Range 33 East, Lea County, New Mexico, and such other acreage as may reasonably be proven productive from the same common source of supply. Applicant further seeks the promulgation of special rules and regulations for said pool as follows:
- A. Cable Tool Casing Program.
- Same as Order R-1078 for Teas Pool.
- B. Rotary Tool Casing Program.
- Surface casing set at 600 feet and cement circulated. No salt protection string. Production casing to be set through pay from 3146 feet to 3232 feet (approximately) with cement circulated to at least 50 feet into surface casing.
- CASE 1842: Application of Skelly Oil Company for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks permission to commingle the production from the Langlie-Mattix Pool and the Drinkard Pool from all wells on its Baker "A" lease comprising the NW/4 of Section 26, Township 22 South, Range 37 East, Lea County, New Mexico.
- CASE 1843: Application of Roy H. Smith Drilling Company for permission to commingle the production from two separate pools. Applicant, in the above-styled cause, seeks permission to commingle the production from the Maljamar-Yates Pool and the Pearsall Pool from all wells on its Walker "A" lease, comprising the S/2 NE/4 of Section 5, Township 18 South, Range 32 East, Lea County, New Mexico.
- CASE 1844: Application of Texaco Inc. for permission to commingle the production from two separate pools and for permission to install an automatic custody transfer system. Applicant, in the above-styled cause, seeks an order authorizing it to commingle the production from the Justis-Ellenburger and Justis-McKee Pools from all wells on its C. E. Penny lease consisting of the NW/4 of Section 19, Township 25 South, Range 38 East, Lea County, New Mexico, and for permission to install an automatic custody transfer system to handle said commingled production.
- CASE 1845: Application of Western Natural Gas Company for an oil-gas dual completion and for an unorthodox gas well location. Applicant, in the above-styled cause, seeks an order authorizing the dual completion of its Bonnie Schlosser Federal Well No. 1, located 790 feet from the North line and 1980 feet from the West line of Section 10, Township 27 North, Range 11 West, San Juan County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup pool and the production of gas from an undesignated Dakota pool through parallel strings of tubing. Applicant further seeks an unorthodox Dakota gas well location for the said Bonnie Schlosser Federal Well No. 1.

- CASE 1846: Application of Rice Engineering and Operating, Inc. for an order authorizing a salt water disposal well. Applicant, in the above-styled cause, seeks an order authorizing it to recomplete the Lowe Oberholtzer Well No. 2 as a salt water disposal well. Said well is located 1980 feet from the North and East lines of Section 8, Township 12 South, Range 38 East, Gladiola Pool, Lea County, New Mexico. Applicant proposes to inject the produced salt water in the Devonian formation in the interval from 12,223 feet to 12,500 feet.
- CASE 1847: Application of Rice Engineering and Operating, Inc. for an order authorizing a salt water disposal well. Applicant, in the above-styled cause, seeks an order authorizing the disposal of produced salt water through its Hobbs SWD Well No. F-29 to be located 1880 feet from the North line and 1742 feet from the West line of Section 29, Township 18 South, Range 38 East, Hobbs, Pool, Lea County, New Mexico. Applicant proposes to inject the produced salt water into the San Andres formation in the interval from 4700 feet to 5000 feet.
- CASE 1848: Application of El Paso Natural Gas Company for an exception to Paragraph 3 of Order R-1065. Applicant, in the above-styled cause, seeks an extension of time to make up the accrued underproduction of the Jones 4-A Well ( a pressure build-up test well), located in Unit B, Section 13, Township 28 North, Range 8 West, Blanco-Mesaverde Pool, San Juan County, New Mexico.
- CASE 1849: Application of Western Natural Gas Company for an exception to the over-production shut-in provisions of Order R-520, as amended by Order No. R-967, for 3 wells in the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order permitting the following-described gas wells in the Jalmat Gas Pool, Lea County, New Mexico, to compensate for their overproduced status without being completely shut-in in order to prevent possible waste.

Wells Federal No. 1 Well, SW/4 NE/4 of Section 6,  
T-26-S, R-37-E.

Guthrie No. 1 Well, SW/4 SE/4 of Section 34,  
T-23-S, R-36-E.

State McDonald A-15 Well No. 1, NW/4 SW/4 of Section 15,  
T-22-S, R-36-E.

**ROY H. SMITH DRILLING CO.**

1117 CITY NATIONAL BUILDING  
WICHITA FALLS, TEXAS

November 30, 1959

*Good 1843*  
*Den for long*  
*1st examination Jan*  
*Case description ??*

Oil Conservation Commission  
Box 871  
Santa Fe, New Mexico

Attention: Mr. A. L. Porter

RE: Walker "A" Lease  
(Maljamar Yates Pool)  
Lea County, New Mexico

Gentlemen:

As per our telephone conversation today with Mr. Joe Ramey with the Oil Conservation Commission in Hobbs, New Mexico, we honorably request permission to commingle our No. 3-G Walker located in the Maljamar Yates Pool with our present wells No. 1 and No. 2 that are producing from the Pearsall zone. The combined production of these three wells is less than 400 barrels per month, or 13-1/3 barrels per calendar day. This request is for the primary purpose of eliminating the necessity of setting additional storage. The storage now consists of two-210 barrels tanks. Sincerely hope this will be sufficient information for being granted a hearing. If so, would appreciate being advised at the earliest possible time the date of hearing.

Very truly yours,

ROY H. SMITH DRILLING COMPANY

*R. H. Smith*  
Roy H. Smith

RHS:bs

*Looked*  
*12-27-57*  
*9th*  
*12-27-57*

*Lease description*

*5/2 NE/4 5 185 32E Lea Co.*