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2330

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plication, Transcript,  
all Exhibts, Etc.

ALL INFORMATION CONTAINED  
HEREIN IS UNCLASSIFIED  
DATE 11/19/01 BY 60322 UCBAW

GOVERNOR  
EDWIN L. MECHEM  
CHAIRMAN

State of New Mexico  
Oil Conservation Commission



LAND COMMISSIONER  
E. S. JOHNNY WALKER  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

P. O. BOX 871  
SANTA FE

July 13, 1961

Re: CASE NO. 2330 and 2331

ORDER NO. R-2022 and R-2023

APPLICANT:

Southwest Production Company

Mr. George Verity  
Attorney at Law  
152 Petroleum Center Building  
Farmington, New Mexico

Dear Sir:

Enclosed herewith are two copies of the above-referenced  
Commission order recently entered in the subject case.

Very truly yours,

*A. L. Porter, Jr.*  
A. L. PORTER, Jr.  
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC X  
Artesia OCC     
Aztec OCC X

OTHER

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. 2330  
Order No. R-2022

APPLICATION OF SOUTHWEST PRODUCTION  
COMPANY FOR AN UNORTHODOX OIL WELL  
LOCATION, 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 July 6, 1961, 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 13th day of July, 1961, 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) 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, Southwest Production Company, has requested that Case No. 2330 be dismissed.


IT IS THEREFORE ORDERED:

That Case No. 2330 is hereby dismissed.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
EDWIN L. MECHEM, Chairman

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

S E A L

esx/

OIL CONSERVATION COMMISSION  
SANTA FE, NEW MEXICO

Date 7/6/61

CASE 2330

Hearing Date 7 am 7/6/61

DSN @ SF

My recommendations for an order in the above numbered cases are as follows:

*Enter order dismissing  
case at request of applicant*

*[Signature]*  
Staff Member  
*[Signature]*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF -

THE APPLICATION OF SOUTHWEST PRODUCTION  
COMPANY, a co-partnership consisting of  
JOHN H. HILL and JOSEPH P. DRISCOLL,  
FOR AN UNORTHODOX WELL LOCATION IN THE  
CHA-CHA GALLUP OIL POOL IN SAN JUAN  
COUNTY, NEW MEXICO, SUCH LOCATION BEING  
IN THE NW $\frac{1}{4}$ SE $\frac{1}{4}$  OF SECTION 16, TOWNSHIP  
29 NORTH, RANGE 14 WEST, N.M.P.M., SAN  
JUAN COUNTY, NEW MEXICO.

Case No. 2330

D I S M I S S A L

Comes now SOUTHWEST PRODUCTION COMPANY, a co-partnership  
consisting of John H. Hill and Joseph P. Driscoll, and hereby  
dismiss, without prejudice, the application heretofore filed in  
the above captioned and numbered case.

VERITY, BURR & COOLEY,

By

  
(Geo. L. Verity)

Attorneys for Applicant

DOCKET: EXAMINER HEARING - THURSDAY, JULY 6, 1961

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

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The following cases will be heard before Daniel S. Nutter, Examiner, or  
Elvis A. Utz, as alternate Examiner:

CASE 2328: Application of Texas Pacific Coal & Oil Company for two non-standard gas proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a 240-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the S/2 NE/4 and the SE/4 of Section 14, Township 24 South, Range 36 East, Lea County, New Mexico, to be dedicated to the Cooper Well No. 5 located 1980 feet from the North line and 660 feet from the East line of said Section 14. Applicant further seeks the establishment of a 320-acre non-standard gas proration unit in said pool consisting of the SW/4 of Section 4 and the NW/4 of Section 9, all in Township 23 South, Range 36 East, Lea County, New Mexico, to be dedicated to the State A Account No. 1 Well No. 18 located 660 feet from the South and West lines of said Section 4.

CASE 2329: Application of Texaco Inc. for an unorthodox gas well location, for a non-standard gas proration unit and for a gas-gas dual completion, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks permission to locate its L. M. Barton Well No. 1 at an unorthodox location in the Blanco-Mesaverde Gas Pool, 1850 feet from the North line and 1650 feet from the West line of Section 12, Township 30 North, Range 12 West, San Juan County, New Mexico, and to complete said well as a dual completion (tubingless) with gas production from the Blanco-Mesaverde Gas Pool and the Basin-Dakota Gas Pool through 2 7/8-inch and 4 1/2-inch casing, respectively, cemented in a common well bore. Applicant further seeks the establishment of a 160-acre non-standard gas proration unit in said pools consisting of the W/2 NW/4, the SE/4 NW/4 and the NE/4 SW/4 of said Section 12, to be dedicated to said well.

CASE 2330: Application of Southwest Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location in the Cha Cha-Gallup Oil Pool at a point

CASE 2330:(Cont.)

1912 feet from the South line and 2310 feet from the East line of Section 16, Township 29 North, Range 14 West, San Juan County, New Mexico.

CASE 2331:

Application of Southwest Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location in the Cha Cha-Gallup Oil Pool at a point 990 feet from the North line and 330 feet from the West line of Section 16, Township 29 North, Range 14 West, San Juan County, New Mexico.

CASE 2332:

Application of Wolfson Oil Company for a non-standard oil proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a 160-acre non-standard gas proration unit adjacent to the North Skaggs-Drinkard Gas Pool consisting of the S/2 SW/4 of Section 5 and the N/2 NW/4 of Section 8, all in Township 20 South, Range 38 East, Lea County, New Mexico.

CASE 2333:

Application of Nash, Windfohr & Brown for the creation of a new oil pool and for special rules therein, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a new oil pool for Abo production to be designated the Jackson-Abo Pool consisting of the E/2 of Section 23 and all of Section 24, Township 17 South, Range 30 East, Eddy County, New Mexico. Applicant further seeks the establishment of special rules governing said pool including a provision for a limiting gas-oil ratio of 10,000 : 1.

CASE 2334:

Application of General American Oil Company of Texas for an amendment of Order No. R-1970. Applicant, in the above-styled cause, seeks an amendment of Order No. R-1970 to add the following-described acreage in Eddy County, New Mexico, to the buffer zone established in paragraph (2) of said order:

SECTION 31, TOWNSHIP 17 SOUTH, RANGE 30 EAST  
N/2 SW/4 SW/4  
N/2 SW/4  
W/2 SW/4 NE/4  
NE/4 SW/4 NE/4  
NW/4 SE/4 NE/4

CASE 2335:

Application of Ambassador Oil Corporation for an amendment of Order No. R-1971. Applicant, in the above-styled cause, seeks an amendment of Order No. R-1971 to add the following-described acreage in Eddy County, New Mexico, to the buffer zone established in paragraph (2) of said order:

SECTION 31, TOWNSHIP 17 SOUTH, RANGE 30 EAST  
NW/4 NW/4 SE/4  
S/2 NW/4

CASE 2336:

Application of Fair Oil Company for an amendment of Order No. R-1972. Applicant, in the above-styled cause, seeks an amendment of Order No. R-1972 to add the following-described acreage in Eddy County, New Mexico, to the buffer zone established in paragraph (2) of said order:

SECTION 36, TOWNSHIP 17 SOUTH, RANGE 29 EAST  
N/2 N/2 SE/4



*Case 2330*

GEO. L. VERITY  
ATTORNEY AT LAW  
SUITE 102 PETROLEUM CENTER BUILDING  
FARMINGTON, NEW MEXICO  
TELEPHONE DAVIS 5-0203

June 13, 1961

New Mexico Oil Conservation Commission  
Post Office Box 871  
Santa Fe, New Mexico

Re: Application of Southwest Pro-  
duction Company for unorthodox  
well location in the NW $\frac{1}{4}$ SE $\frac{1}{4}$ , Sec.  
16, Twp. 29 N., R. 14 West, in  
San Juan County, New Mexico  
(My file #1320-L)

Gentlemen:

Enclosed herewith is the original, together with two (2)  
copies, of an application by Southwest Production Company for  
an unorthodox well location in the Cha-Cha Gallup Oil Pool in  
San Juan County, New Mexico, such location being in the NW $\frac{1}{4}$ SE $\frac{1}{4}$ ,  
Sec. 16, Twp. 29 N., R. 14 West, N.M.P.M., in San Juan County,  
N. M.

This application may be heard before the Trial Examiner.

By copy of this letter, other interested parties are be-  
ing furnished a copy of the enclosure.

Yours very truly,

*Geo. L. Verity*  
Geo. L. Verity

lm

cc: Southwest Production  
Candado Production Company  
Pan American Petroleum Corp.  
1 encl, each

*Rocky  
Muller  
6-21-61*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF -

THE APPLICATION OF SOUTHWEST PRODUCTION )  
COMPANY, a co-partnership consisting of )  
JOHN H. HILL and JOSEPH P. DRISCOLL, )  
FOR AN UNORTHODOX WELL LOCATION IN THE )  
CHA-CHA GALLUP OIL POOL IN SAN JUAN )  
COUNTY, NEW MEXICO, SUCH LOCATION BEING )  
IN THE NORTHWEST QUARTER OF THE SOUTH- )  
EAST QUARTER (NW $\frac{1}{4}$ SE $\frac{1}{4}$ ) of SECTION 16, )  
TOWNSHIP 29 NORTH, RANGE 14 WEST, N.M.P.M., )  
SAN JUAN COUNTY, NEW MEXICO. )

Case No. 2330

A P P L I C A T I O N

Comes now the applicant, SOUTHWEST PRODUCTION COMPANY, a co-partnership consisting of John H. Hill and Joseph P. Driscoll, and alleges and states:

1. That applicant is the owner of the oil and gas lease covering the NW $\frac{1}{4}$  of the SE $\frac{1}{4}$  of Section 16, Township 29 North, Range 14 West, N.M.P.M., in San Juan County, New Mexico; that said land is a part of the Cha-Cha Gallup Oil Pool in the above described County and State.

2. That Order No. R-1800 promulgated by this Commission provided that each well completed in the above described pool should be located within 150 feet of the center of either quarter-section in an 80-acre unit, but surface conditions in the SE $\frac{1}{4}$  of the above described Section 16 make it impracticable to locate a well within 150 feet of the center of said quarter, and because of such surface hazards and conditions, applicant desires to drill a well in said quarter-section at a location 1912 feet from the South line of said Section 16, and 2310 feet from the East line of said Section.

3. That applicant is entitled to an Order of this Commission granting it permission to drill a well at the location described in the preceding paragraph. That to deny applicant permission to drill such well at a non-standard location, as indicated, would interfere with its correlative rights and cause waste, whereas the granting of permission to drill at the location requested will protect the correlative rights of the parties and prevent waste.

4. That the names and addresses of all parties known to the applicant who might be interested in this application are as follows:

*W. H. Hill  
M. L. Hill  
6-21-61*  
Candado Production Company,  
716 First National Bank Bldg.,  
Phoenix, Arizona;

Pan American Petroleum Corporation,  
501 Airport Drive,  
Farmington, New Mexico.

WHEREFORE, applicant prays that this application be set for hearing, that due notice be given in accord with the Rules of this Commission and the laws of the State of New Mexico; that upon hearing such application and from the evidence to be adduced, the Commission enter an Order granting applicant the right to drill a well into the Cha-Cha Gallup Oil Pool at the unorthodox location above described.

SOUTHWEST PRODUCTION COMPANY,  
a co-partnership, consisting of  
John H. Hill and Joseph P. Driscoll,

By

*Geo. L. Verify*

(Geo. L. Verify)  
Attorney for Applicant  
152 Petroleum Center Bldg.  
Farmington, New Mexico

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
July 6, 1961

EXAMINER HEARING

Case 2330

TRANSCRIPT OF HEARING

BEFORE THE  
OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
July 6, 1961

EXAMINER HEARING

IN THE MATTER OF:

Application of Southwest Production Company  
for an unorthodox oil well location, San  
Juan County, New Mexico. Applicant, in the  
above-styled cause, seeks approval of an  
unorthodox oil well location in the Cha Cha-  
Gallup Oil Pool at a point 1912 feet from  
the South line and 2310 feet from the East  
line of Section 16, Township 29 North North,  
Range 14 West, San Juan County, New Mexico.

Case  
2330

BEFORE:

Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING

MR. NUTTER: We will call Case Number 2330.

MR. MORRIS: Application of Southwest Production Com-  
pany for an unorthodox oil well location, San Juan County, New  
Mexico.

Mr. Examiner, the Applicant in this case has requested  
that it be dismissed.

MR. NUTTER: Case Number 2330 will be dismissed.

DEARNLEY-MEIER REPORTING SERVICE, Inc.

PHONE CM 3-6691

ALBUQUERQUE, NEW MEXICO



C E R T I F I C A T E

STATE OF NEW MEXICO )  
 ) ss  
 COUNTY OF BERNALILLO )

I, THOMAS F. HORNE, 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 under my personal supervision, 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 5th day of July, 1961, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

*Thomas F. Horne*  
 NOTARY PUBLIC

My commission expires:

May 4, 1965

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 2330 heard by me on 7/6, 1961.

*Notary*, Examiner  
 New Mexico Oil Conservation Commission

DEARNLEY-MEIER REPORTING SERVICE, Inc.

PHONE CH 3-6691

ALBUQUERQUE, NEW MEXICO

