CASE 3020: Application of the OCC on its own motion to abolish and extend pools in Lea County.





Application, Transcripts, SMALL Exhibits ETC.

CONTINENTAL OIL COMPANY

P. O. SOX 450 HOBBS, NEW MUNICO

Jely 23, 1964

1001 NORTH TURNER TELEPHONE: EX 3-4141

PRODUCTION DEPARTMENT HOBBS DISTRICT JACK MARSHALL UINTRICT MANAGER G. C. JAMIESON ASSISTANT DISTRICT MANAGER

> New Maxico Dil Conservation Consistion P. D. Box 1910 Bobbs, New Maxico

Attention of Mr. Joe O. Ramay

Gentlemen:

Te: Case Te, 3024

Please refer to year letter dated April 2, 1664, an the subject case. We below conducted additional tests and investigation and concluded that the Britt "15" (ell No. 9 in Unit 2, Section, Township 20 South, Range 57 Bast, and SERU dell No. 70 in Unit 1 of the same section should be reclassified as Monument-Tabb oil walls. A recent bottom hole pressure survey has shown that Britt "E" do. 7 is in lateral communication with other walls in the Monument-Tubb Oil Pool. This indicated that only one pool is present and that all wells completed in the Tubb to date in Sections 9, 10, 13, 16, and 22, are completed in a common Monument-Tubb Oil Fool. It would, therefore, follow that the Seir-Tubb should be abolished as proposed in Case No. 3020.

Your cooperation in this mutter has been sincerely appreciated.

Yours very truly,

Juil Marshall

J'1-19.1

ec: Mr. Jim Durrett, MDCC, Manth Fo Fi Pasa Natural Gas Company, Jul RGP

OIL CONSERVATION COMMISSION

HOBBS, NEW MEXICO



XXX 1980

April 2, 1964

Continental Oil Co. Box 460 Hobbs, New Mexico

Gentlemen:

Ë

<u>\\ //</u>

In line with my recent telephone conversation with your Mr. John Wolff and in line with Case No. 3020, this is to advise that <u>Case No. 3020 will</u> <u>be postponed until October providing your Britt "B" Federal No. 9-J, Sec.</u> 15, T-20-S, R-37-E, Weir Tubb Gas Pool, is allowed to produce no more gas than a well in the Monument Tubb. This means that the subject well will have to be produced at around 140 MCF per day.

If this meets with your approval, please answer immediately by return mail. A copy of this letter is forwarded to your transporter in order that they can make plans to reduce the takes from this well.

Yours very truly,

OIL CONSERVATION COMMISSION

Joe D. Ramey Supervisor, District 1

JDR/mc cc-Jim Durrett OCC, Santa Fe

> El Pasc Natural Gas Co. Jal, New Mex.

WHE OF SIGE OCC.

IN TIMENTAL OIL COMPANY

P. O. BOX 460 HOBBS, NEW MEXICO April 3, 1964

1001 NORTH TURNER TELEPHONE: EX 3-4141

JCT' JN DEPARTMENT BBF. DISTRICT SLAYBAUGH ot Manager JAMIESON (ANT DISTRICT MANAGER IANT DISTRICT MARAGER

520

New Mexico Oil Conservation Commission P. O. Box 1980 Hobbs, New Mexico

Attention: Mr. Joe D. Ramey

Dear Sir:

Your letter of April 2, 1964, advised this office that Case No. 3030 would be postponed until October providing our Britt B No. 9-J, Section 15, Township 20 South, Range 37 East, Weir-Tubb Gas Pool, be allowed to produce no more gas than a well in the Monument-Tubb Oil Pool. Continental Oil Company feels that this arrangement will be very satisfactory and will plan to operate this well as stated until that date. Yours very truly,

JOHN W. WOLFE, Jr.

Mr. Jim Durrett, N.M.O.C.C., Santa Fe, New Mexico El Paso Natural Gas Company, Jal, New Mexico JWR-MAI cc:

RGP

PAGE 1



NEW N_XICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE , NEW MEXICO

REGISTER

HEARING DATE APRIL 8, 1964 TIME: 9 A.M.

Page 1

NAME :	REPRESENTING:	LOCATION:
John & Pussell	TPO. Company	Rosevel 71.2
ve Range	NMUCCÓ	4/200
J.a. Dressett	NINCCC	1 illeria
avon Kellahin	N.M.OCC Killshing for	Lata Je
iter 7. Vanich	Cherry Bros & Capet Cap.	milland, Ty
harles Dualone	atwood & develove	Reswell
had is Moria	Seth, Mortgowery, Federici	parta 7e
T. Usight	Sett, Mortgowen, Jehani El Haro haluter - Stor	Cel h. Inc
2. S. C. Kristie	Amenda Pite Couls Alies Service 180	Burn and a
P. E. Udame	alis derance are	
F. F. MOTTER	Cities Source Colla	+10665, N.M.
I.T. Lyon	Charline and Ere C.	
NOHN A IVERSON	er er er	
englas W. Cumningha	m Sinchin ON AlexCo.	Midland, Texas
eorgo E Galor	Bulchave	Reidland Torn
Porta lely	GWG	Sind 10
<i>V</i> .		

Page 2

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE NEW MEXICO

REGISTER

APRIL 8, 1964 9 A.M. HEARING DATE TIME: NAME : **REPRESENTING:** LOCATION: Tuyas Pacific al Halles umha State Engr. Office South #2 OCC $\partial \in \mathcal{L}$ Ala SARCE OR BARRANY MIDLAND W NESTOR D. Seba Shall Oil Co. midler D El Paisnetural San Se Pais TH Caren Jerry Delson 11 oe Gordon Socony Mobil Hobbs

MR. MUTTER: The heaving will come to occur, please. The first case this serving will be Case 3020.

MR. FURRETT: In the matter of the application of the Oil Conservation Commission of New Marice upon its owe motion for the abolishment and extension of the following pools: Abolish the Weir-Tubb Gas Pool in Township 20 South, Range 37 East; Extend the Monument-Tubb Poel in Township 20 South, Range 37 East, all in Lea County, New Maxice.

If the Examiner please, I would like to state for the record at this time that the subject matter of this case concerns whether or not the Britt B Federal Well Number 9-J in Section 15 of Township 20 South, Range 37 East, presently in the Weir-Tubb Gas Pool should be classified as a gas well or an oil well, and the designation of those two pools would detormine the matter. This is actually the only well involved. This well belongs to Continental Oil Company. We have been in contact with Continental Oil Company concerning the matter, and they would like to have the matter studied for an additional legth of time; and they have agreed that if we would do this that the well in question would be allowed to produce no more gas than a well in the Monument-Tubb Cil Pool; and to this effect we have a letter from Mr. John Wolf dated April 3, 1964, stating that this would be satisfactory to Continental Oil Company; and for this reason we feel that it would be advisable to study the matter for an additional length of time





to get all the information possible. Therefore, I would like to move the Examiner to continue this case to October. MR. NUTTER: In view of the terms of the agreement in Continental's letter of April 3rd, the case will be continued to 243-660 the October hearing of the Commission or an Examiner hearing in that month. The case will be readvectised prior to re-opening. Phone Mexico STATE OF NEW MEXICO 55. COUNTY OF BERNALILLO) New I, ATA PEARMLEY, Court Reporter, do hereby certify that the erque, foregoing and attached transcript of proceedings before the New nbn Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a Alb_{1} true and correct record to the best of my knowledge, skill and ability. Building IN WITNESS WHEREOF I have affixed my hand and notarial seal this 9th day of April, 1964. Simms Suite 1120 ublic Court Reporter My Commission Expires: June 19, 1967 to hereby certify that the foregoing is 30 Z D oring of Case 1: Examiner Conservation Commission

DEARNLEY, MEIER, WILKINS and CROWNOVER

Court Reporting Service

General



PAGE 3

DOCKET NO. 10-64

EXAMINER HEARING - WEDNESDAY - APRIL 8, 1964 DOCKET :

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

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

CASE 3020: In the matter of the application of the Cil Conservation Commission of New Mexico upon its own motion for the abolishment and extension of the J following pools: Abolish the Weir Tubb Gas Pool in Township 20 South, Range 37 East; But 15-20-37

Township 20 South, Range 37 East;

Extend the Monument-Tubb Pool in Township 20 South, Range 37 East,

all in Lea County, New Mexico.

CASE 3021: Application of Cherry Brothers and Cabot Corporation for a tubingless completion, Lea County, New Mexico. Applicants, in the above-styled cause, seek approval of the tubingless completion of their Austin State Well No. 1, located in Unit F of Section 19, Township 14 South, Range 36 East, Lea County, New Mexico, to produce oil from the Permo-Pennsylvanian formation at approximately 10,356 feet through 2 7/8-inch casing.

CASE 3022: Application of Sinclair Oil & Gas Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of special pool rules for the North Vacuum-Devonian Pool, Lea County, New Mexico, including a provision for 80-acre spacing.

CASE 3023: Application of Cities Service Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Ellenburger formation through its Hodges "B" Well No. 2 which is dually completed in the McKee and Eilenburger formations and located in Unit L of Section 1, Township 25 South, Range 37 East, Lea County, New Mexico.

CASE 3024: Application of Deane H. Stoltz for approval of a non-standard unit, a dual completion, and commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard 80-acre unit in the North Bagley-Wolfcamp Pool comprising the SW/4 NE/4 and NW/4 SE/4 of Section 22, Township 11 South, Range 33 East, Lea County, New Mexico, approval of the dual completion (conventional) of its Deane H. Stoltz State 262 Well No. 1, located in Unit G of said Section 22, to produce oil from the North Bagley-Wolfcamp Pool through 1 1/4inch tubing and to produce oil from the North Bagley-Upper Pennsylvanian Pool through the casing-tubing annulus by means of a hydraulic pump and authority to commingle production from the North Bagley-Wolfcamp and North Bagley-Pennsylvanian Pools into a common tank battery, computing production from the North Bagley-Upper Pennsylvanian Pool by the subtraction method.

CASE 3025:

Application of Pan American Petroleum Corporation for a unit agreement, Eddy County, New Mexico. Applicant in the above-styled cause, seeks

PAGE -2-APRIL 8, 1964 EXAMINER HEARING

> approval of the Long Draw Unit Area comprising 3514 acres, more or less, of State and Federal lands in Township 20 South, Ranges 23 and 24 East, Eddy County, New Mexico.

CASE 3026: Application of Shell Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Jalmat Pool by the injection of water into the Yates formation through four wells in Sections 32, and 33, Township 26 South, Range 37 East, Lea County, New Mexico.

<u>CASE 3027:</u> Application of El Paso Natural Gas Company for the adoption of a new form. Applicant, in the above-styled cause, seeks the adoption of a new form entitled Purchaser's and Operator's Monthly Report, said form to be for the optional use of those gas purchasing companies which also have gas production. Use of said form to report monthly purchases and production would be in lieu of the monthly purchasers report and the monthly producers report presently required. Copies of the proposed form are available at the Office of the Oil Conservation Commission, State Land Office Building, Santa Fe, New Mexico.

<u>CASE 3028:</u> In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the revision of certain existing forms, the adoption of certain new forms, and the amendment of certain rules pertaining to the filing of forms.

> In the above-styled cause, the Commission proposes to consider the adoption of various forms patterned after the model forms recommended by the Interstate Oil Compact Commission for use in reporting all phases of oil and gas activity to state regulatory agencies. The forms have also been adopted and recommended by the Regulatory Practices Committee and the Executive Committee of the New Mexico Oil and Gas Association.

Adoption of the forms by the Commission will also entail amendment to numerous rules and orders of the Commission, particularly in Section M of the Rules and Regulations, wherever reference is made to the title or form number of an existing form which would be revised, or where detailed instructions for completing and filing of forms would not be consonant with the proposed forms.

It is further proposed to amend Rule 1121 of the Rules and Regulations and Rule 7 (A) of the General Rules and Regulations for Prorated Gas Pools in the State of New Mexico as promulgated by Order No. R-1670 to require that gas purchasers' nominations be submitted not later than the first day of the month during which the nominations will be considered at the monthly allowable hearing.

It is also proposed that said Rule 7 (A) be further amended to require that gas purchasers shall file a supplemental nomination for the purchase of gas each month

Copies of all proposed forms are available at the office of the Oil Conservation Commission, State Land Office Building, Santa Fe, New Mexico.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF THE OIL CONSERVATION COMMISSION OF NEW MEXICO UPON ITS OWN MOTION FOR THE ABOLISHMENT OF THE WEIR-TUBB GAS POOL AND THE EXTENSION OF THE MONUMENT-TUBB POOL, LEA COUNTY, NEW MEXICO.

> CASE No. 3020 Order No. R-2784

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 8, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>21st</u> day of October, 1964, the Commission, a guorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the subject matter of this case was included in Case No. 3130, Southeastern New Mexico Nomenclature Case, heard October 14, 1964, and was covered by Order No. R-2781 entered therein.

IT IS THEREFORE ORDERED:

That Case No. 3020 is hereby dismissed.

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



STATE OF NEW MEXICO OIL CONSERVATION COMMISSION HACK M. CAMPBELL, Chairman

the this a S. WALKER, Member E ester A. L. PORTER, Jr., Member & Secretary

CEN 3020

Parapapa for \$ 1 2 lock & no 2004

<u>DRAFT</u> DSN/esr

ł

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN+QUB+NATTER=OF=THE=HEARING CALLED=DY=THF=OFL=CONSERVATION COMMISSION=OF=NEW=MEXICO=FOR THE=PURPOSE=OF=CONSEBERENG+

CASE No. 3020 Order No. R-<u>,2784</u>

IN THE MATTER OF THE APPLICATION OF THE OIL CONSERVATION COMMISSION OF NEW MEXICO UPON ITS OWN MOTION FOR THE ABOLISHMENT OF THE WEIR-TUBB GAS POOL AND THE EXTENSION OF THE MONUMENT-TUBB POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on <u>April 8</u>, 196<u>4</u>, at Santa Fe, New Mexico, before Examiner <u>Daniel S. Nutter</u>.

NOW, on this _____day of <u>October</u>, 196<u>4</u>, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the subject matter of this case was included in Case No. 3130, Southeastern New Mexico Momenclature Gase, heard October 14, 1964, and was covered by Order No. $R-\frac{2781}{2}$ entered therein.

IT IS THEREFORE ORDERED:

That Case No. 3020 is hereby dismissed.

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