CASE 3452: Application of UNION OIL COMPANY OF CALIF. for an unorthodox location, Lea County. -

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Case Number 3452 Application Transcripts. Small Exhibits E /C

GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico Oil Conservation Commission



P. O. BOX 2086 SANTA FE STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

LAND COMMISSIONER Guyton B. Hays Member

September 12, 1966

Mr. Harold Hensley Hinkle, Bondurant & Christy Attorneys at Law Post Office Box 10 Roswell, New Mexico

Re: Case No. <u>3452</u> Order No. <u>R-3114</u> Applicant:

UNION OIL COMPANY OF CALIF.

Dear Sir:

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

Very truly yours,

Teiler A. L. PORTER, Jr.

Secretary-Director

ir/ Carbon copy of order also sent to: Hobbs OCC x Artesia OCC_____ Agtec OCC _____ 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. 3452 Order No. R-3114

APPLICATION OF UNION OIL COMPANY OF CALIFORNIA FOR AN UNORTHODOX LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION :

This cause came on for hearing at 9 a.m. on September 7, 1966, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>12th</u> day of September, 1966, the Commission, a guorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Union Oil Company of California, is the operator of the Red Hills Unit Well No. 2 which is presently projected to and drilling to the Wolfcamp formation at an unorthodox location 990 feet from the North line and 1650 feet from the East line of Section 5, Township 26 South, Range 33 East, NMPM, Red Hills-Wolfcamp Gas Pool, Lea County, New Mexico, pursuant to authority of the Commission under Order No. R-3073.

(3) That the applicant now seeks an exception to the well location requirements of Rule 104 C II (a) of the Commission Rules and Regulations to also project said Red Hills Unit Well No. 2 to the Pennsylvanian formation at an unorthodox Tennsylvanian location 990 feet from the North Line and 1650 feet from the Bast line of Section 5, Township 26 South, Range 33 Bast, NMPM, Red Hills-Pennsylvanian Gas Pool, Lea County, New Mexico. -2-CASE No. 3452 Order No. R-3114

(4) That the additional cost of drilling a single completion well to the Pennsylvanian dormation at an orthodox location would be excessively burdensome when compared with the additional cost of a dual completion to the Pennsylvanian formation.

(5) That the applicant proposes to request authority to dually complete said well in the Pennsylvanian and Holfcamp formations at a later date.

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Red Hills-Pennsylvanian Gas Fool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Union Oil Company of California, is hereby granted an exception to the wall location requirements of Rule 104 C II (a) of the Commission Rules and Regulations to also project its Red Hills Unit Well No. 2 to the Red Hills-Pennsylvanian Gas Pool at an unorthodox location 990 feet from the North line and 1650 feet from the East line of Section 5, Township 26 South, Range 33 East, NMPH, Lea County, New Mexico.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

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DIL CONSERVATION COMMISSION DACK M. CAMPBELL, Chairman

D. HAYS. Membor

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

-2-September 7, 1966 Examiner Hearing

- CASE 3451: Application of Ernest A. Hanson for a dual completion, acreage rededication and an administrative procedure for multiple completions, Lea County, New Mexico. Applicant, in the abovestyled cause seeks authority to complete his Max Gutman Well No. 1 located in Unit M of Section 19, Township 22 South, Range 38 East, Lea County, New Mexico, as an oil-oil dual completion (conventional) for the production of oil from the Blinebry Oil Pool and from an undesignated Granite Wash Pool through parallel strings of tubing. Applicant further seeks rededication to the Blinebry Oil Pool of the SW/4 SW/4 of Section 19, Township 22 South, Range 38 East, for the subject well; this acreage is presently dedicated as a part of a 160-acre standard proration unit in the Blinebry Gas Pool to Gulf Oil Corporation's Max Gutman Well No. 1 located in Unit N of said Section 19. Applicant further seeks the establishment of an administrative procedure for the dedication and rededication of acreage from oil to gas, or from gas to oil, and for the dual completion in any combination as to the San Andres, Paddock, Blinebry Oil, Tubb Oil, Drinkard and Granite Wash formations in the area of the subject well.
- CASE 3452: Application of Union Oil Company of California for an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Commission Rule 104 to permit the completion in the Pennsylvanian formation of its Red Hills Unit Well No. 2 located at an unorthodox Pennsylvanian location 990 feet from the North line and 1650 feet from the East line of Section 5, Township 26 South, Range 33 East, Red Hills Pennsylvanian Gas Pool, Lea County, New Mexico. Said well is presently projected and drilling to the Wolfcamp formation by authority of Commission Order No. R-3073.
- CASE 3453: Application of Samedan Gil Corporation for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause seeks approval of the dual completion (conventional) of its U. H. Moore "B" Well No. 1 located in Unit E of Section 25, Township 11 South, Range 32 East, Lea County, New Mexico, to produce oil from the Moore Pennsylvanian and Moore Devonian Pools through parallel strings of tubing.
- CASE 3454: Application of Yates Petroleum Corporation for pool consolidation and extension, Eddy County, New Mexico. Applicant, in the abovestyled cause seeks the consolidation of Four Mile-San Andres Pool and the Penasco-San Andres Pool, Eddy County, New Mexico, into one pool, and for vertical extension of said pool to include both the San Andres and the Yeso formations.

Docket No. 22-66

DOCKET: EXAMINER HEARING - VOLDUESDAY - SEPTEMBER 7, 1966

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 3439: (Continued from the August 3, 1966 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Scanlon and Shepard and all other interested parties to show cause why the following Scanlon and Shepard wells in Township 20 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commissionapproved plugging program: Santa Fc Pacific Railroad Lease: Wells Nos. 1, 3, 4, 5, 7, and 8, all in Unit P, No. 10 in Unit H, and No. 2 in Unit L, all in Section 21; Well No. 6 in Unit L and Nos. 9 and 12 in Unit M of Section 22 and Nos. 11 and 13 in Unit D of Section 27. Ray Well No. 1 in Unit, C, State Wells Nos. 1 and 2 in Unit A, and State K-1883 No. 1 in Unit B, all in Section 28.

CASE 3440: (Continued from the August 3, 1966 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Osborn & Weir, and all interested parties, to show cause why the following Osborn & Weir wells in Township 20 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission- approved plugging program: Scanlon Well No. 17 in Unit P of Section 21 and Nos. 14 and 18 in Unit M of Section 22; Scanlon Ray Wells No. 5 in Unit A and No. 6 in Unit C of Section 28.

CASE 3441: (Continued from the August 3, 1966 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit LaMar Trucking, Inc., and all interested parties, to show cause why their State Well No. 1 located 495 feet from the North and West lines of Section 28, Township 20 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 3449: Application of Ray Smith Drilling Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Shugart 18-Queen Unit Area comprising 264 acres, more or less, of Federal land in Township 18 South, Ranges 30 and 31 East, Eddy County, New Mexico.

CASE 3450: Application of Ray Smith Drilling Company for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its Shugart 18-Queen Unit Area by the injection of water into three wells located in Section 13, Township 18 South, Pange 30 East, and Section 18, Township 18 South, Range 31 East, Shugart Pool, Eddy County, New Mexico.

KERMIT OIL COMPANY

BOX 1665 MU 4-8780 MIDLAND, TEXAS 79701 September 2, 1966

New Mexico Oil Conservation Commission State Capitol Santa Fe, New Mexico

Gentlemen:

BS:1h

Kermit Oil Company upholds and supports Union Oil Company of California's application for an exception to Commission Rule 104 to permit the completion in the Pennsylvanian formation of its Red Hills Unit well #2, located at an unorthodox Pennsylvania location, 990' FNL and 1,650' FEL of Section 5, T-26-S, R-33-E, Red Hills Correction Correction Pennsylvanian Gas Pool, Lea County, New Mexico.

Yours truly,

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Union Oil Company, of California DISTIRUT CT P.O. Box 671 500 N. Marienfeld Midland, Texas 79701 LAN D L М August 4, 1966 1011 C 11 (2) Case 3452 AREA CODE 915 MU 2-9731 New Mexico Uil Conservation Commission Santa Fe, New Mexico 87501 P. O. Box 2088 Attention: Mr. A. L. Porter, Jr. Enclosed are 5 copies of Form C-101, 5 copies of Form C-102, and Enclosed are a copies of form U-101, a copies of form U-102, and 5 copies of a waiver from the offset operator in connection with Gentlemen: drilling a Pennsylvanian test as an unorthouox location 990 FRL and 16501 FEL of Section 5, T26S, R33E, Lea County, New Mexico. and 1050' FEL of Section 5; T26S, R33E, Lea County, New Mexico. This well is now being drilled as an unorthodox Wolfcamp location approved by OCC Order R-3073. Union Oil Company of California respectfully requests administra-Union UIL Company OL California respectfully requests administ tive approval of this unorthodox location for a Pennsylvanian Yours very truly, UNION OIL COMPANY OF CALIFORNIA test. G. W. Coombes District Operations Superintendent ø GWC/JFW:sd cc: Mr. Bill Stanley - Roswell Office Enclosures DOGKET MAILED Done 9-25-66 Mr. J. D. Ramey - MMCCC - Hobbs File

FORM 431 MT (REV. 1/66)



TO WHOM IT MAY CONCERN:

Kermit Oil Company has been advised that Union Oil Company of California, as unit operator, has filed a permit to drill Red Hills Unit No. 2 located 1650' FEL and 990' FNL of Section 5, T-26-S, R-33-E, Lea County, New Mexico and Kermit Oil Company waives objection to this non-standard Pennsylvanian Zone location.

KERMIT OIL COMPANY

By: 1211 Alap (1) Date: 1194 1966

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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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IN THE MATTER OF THE APPLICATION OF UNION OIL COMPANY OF CALIFORNIA FOR AN UNORTHODOX WELL LOCATION IN THE PENNSYLVANIAN FORMATION IN LEA COUNTY, NEW MEXICO.

Case No. 3452

APPLICATION

COMES NOW Union Oil Company of California and hereby makes application for an unorthodox well location for a well to be drilled to the Pennsylvanian formation in Lea County, New Mexico, and states:

1. That heretofore in Case No. 3158, Order R-3073, dated June 2, 1966, this Commission has established special rules and regulations for the Red Hills-Wolfcamp Gas Pool in Lea County, New Mexico, which Pool covers, among other lands, the lands involved in this Application.

2. That said Order provided, in part, for an exception to the well location requirements of said pool rules to a well to be drilled 990 feet from the North line and 1650 feet from the East line of Section 5, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico. That Applicant has been designated as operator of such well, and that drilling operations on such well are currently being conducted.

3. That in order to avoid waste, including economic waste, Applicant proposes not only to explore the Wolfcamp formation but to also drill to and explore the Pennsylvanian formation in the

DOCKET MAILED Done 8-25-66

drilling of said well. It is the belief of Applicant that such proposed operations are in the interest of conservation and the prevention of waste, and will not violate the correlative rights of any interested party.

WHEREFORE, Applicant prays that it be granted an exception to Rule 104 of the New Mexico Oil Conservation Commission kules and Regulations in order to permit Applicant to drill to and explore the Pennsylvanian formation from the well, aforesaid, presently being drilled.

Respectfully submitted,

UNION OIL COMPANY OF CALIFORNIA

By S. B. Christy IV, as a member of

the firm of Hinkle, Bondurant & Christy, P. O. Box 10, Roswell, New Mexico, Attorneys for the Applicant

cc: Kermit Oil Company



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SPECIALIZING IN: DEPOSITIONS, MEARINGS, STATE MENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS 1120 SIMMS ELDC. • P.O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO 1203 FIRST MITIONAL BANK EAST • PHONE 256-1294 • ALBUQUERQUE. NEW MEXICO

California for an unorthodox location, Lea County, New Mexico.

MR. HATCH: Application of Union Oil Company of

MR. KELLAHIN: Mr. Examiner, the Union requested

to go ahead of us on the next case and we have no objection to your hearing Case 3452 next.

MR. NUTTER: If there is no objection, we will call Case 3452 at this time. We will call Case 3451 later.

MR. HATCH: Application of Union Oil Company of California for an unorthodox location, Lea County, New Mexico.

MR. HENSLEY: Harold L. Hensley, Junior of the firm of Bondurant, Hinkle and Christie, appearing for Union Oil Company of California, and we have one witness.

(Witness sworn.)

MR. HENSLEY: Officially I might state for the

record, Mr. Examiner, that in some respects this is a companion case as to Case 3158 and 3159, and we would request that the <u>Examiner take administrative notice of those respective cases</u> for the purpose of this Hearing.

MR. NUTTER: Thank you. We will.

ARTHUR V. LEWIS, JUNIOR

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

DIRECT EXAMINATION

BY MR. HENSLEY:



3 Will you state your name and address and by whom My name is Arthur V. Lewis, Junior, Roswell, New I am District Exploration Superintendent for Union of yon gre employeds Have you previously qualified and given testimony SPECIALIZING IN' DEPOSITIONS. NEARINGS. STATE MENTS. EXPERT TESTIMONY. DAILY C.JWY. CONVERTIONS A California in Roswell. MR. HENSLEY: Are you satisfied, Mr. Examiner, with Mexico. dearniey-meier reporting service, inc. before this Commission? MR. NUTTER: Yes, sir. Please proceed. (By Mr. Hensley) Mr. Lewis, are you familiar with the qualifications of this withess? 1120 SIMMS BLDY, BOX 1002 PHONE 256-1294 . ALBL the application which has been filed in this case? Will you state briefly what Union Oil Company of Union Oil Company seeks, in order to avoid waste, California seeks by the subject application? includinë economic waste, to explore Pennsylvanian formation below a well that is presently scheduled to and drilling in the Wolfcamp formation at a location 990 feet from the North Line and 1650 feet from the East line of Section 5: Township 26 Union Gil Company is the operator of this Well. South, Range 33 East, Lea Couniy, New Mexico. The drilling operations are currently being conducted at a

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depth of 13,573 feet.

With reference to Case 3158, heretofore the Q Commission, by Order R3073, established special rules and regulations for the Red Hills Wolfcamp gas pool in Lea County, is that correct?

> This is correct. Α

And the designated pool includes the land upon Q which the Red Hills Unit Well Number 2 is located?

> This is correct. Α

In connection with the previous hearings, I Q believe Exhibit 1 is a plat which reflects this Unit Area?

Exhibit 1 was submitted as a previous exhibit, in А Cases 3158 and 3159 dated 11-24-64, to which I have added the location of Red Hills Unit Well Number 2 and outlined in red and drilling block that is involved in participation in Red Hills Number 2.

As a matter of fact, Mr. Lewis, the subject well Q location being 990 feet from the North line and 1650 feet from the East line of Section 5, Township 26 South, Range 33 East was granted an exception to Rule 104 only as an unorthodox nonstandard Wolfcamp location, is that correct?



This is correct. Α

And by the subject application, you also seek Q exception to Rule 104 as an unorthodox Pennsylvanian location?

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243-6691

PHONE 2

1120 SIMMS BLDG. • P.O. BOX 1092 1203 FIRST NATIONAL IJANK EAST •

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This is correct. Do I understand it, then, that your intentions A are to dually complete the subject well in the Wolfcamp and Pennsylvanian zones? Union will attempt a dual completion in the Wolfcamp and Pennsylvanian zones and will then request 640 spacing for the Pennsylvanian with rules similar to those for the Wolfcamp. If the Commission grants the application and commercial production is obtained in the Pennsylvanian zone, 1120 SIMMS BLDG. • P.O. JOX 1092 1203 FIRST NATIONAL BANK EAST • P what are your intentions with respect to a Pennsylvanian We will request a 640 Pennsylvanian proration unit. proration unit? Section 5 is marked on the plat upon which this Α Red Hills Unit Well Number 2 is located and all contiguous sections to the drilling location within the Unit Area designated by the Red Hills Unit? Yes, it, is. And is the Red Hills Unit Agreement applicable Α

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to all formations and to all depths? It is applicable to all formations and all depths.

Are there any mineral owners in Section 5 where А

the subject well is located, or in any contiguous section whose interests have not been committed to the Red Hills Unit?

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A Yes, there are.

Q What provisions have been made to protect the correlative rights of these noncommitted mineral owners?

A These noncommitted mineral owners are Messrs. Schuman and Yaeger, et al., whose interest is being operated by Kermit Oil Company. On June 1st, 1966, Union Oil Company, Schuman-Yeager, et al., and Kermit mutually agreed to drill a Wolfcamp to test the Pennsylvanian 990 from the North and 1650 feet from the East of Section 5, Township 26 South, Range 33 East, and Schuman-Yaeger et al., and Kermit further agreed to support Union in an application for 640 acres spacing units for these zones. The woll is, in fact, being drilled on the mineral interest of these parties at its present location 990 from the North and 1650 feet from the East of Section 5.

Q Other than the noncommitted interest to which you have made reference, are all other offset mineral owners participants in the Red Hills Unit.

A Yes, they are.

Q What is the status of Red Hills Number 2?

A It is presently drilling as of 8:00 o'clock this morning at a depth of 13,573 feet in the Wolfcamp formation.

Q In your application you have stated that the proposed exception to Rule 104 for an unorthodox Pennsylvanian location will prevent waste, including economic waste, promote



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1120 SIMMS BLEG.

conservation, and will not in any way violate the correlative rights of any interested owner, is that right?

> A This is correct.

Are you prepared at this time to explain this Q conclusion in more detail for the Examiner?

А The reason for drilling to the Pennsylvanian at this time in the Red Hills Well Number 2, presently in progress is to determine if, in fact, Pennsylvanian zones aren't able to sustain production sufficient to warrant further development in the Red Hills Unit Area.

The Pennsylvanian zone, part of a dual completion in Red Hills Number 1, dualed with the Wolfcamp, produced for eighteen days before production ceased, due to mochanical plugging; the bottom hole pressures in the Wolfcamp zones of this well are still excessively high to permit safely entering the well, killing the Wolfcamp, and completing a completion in the Pennsylvanian. We would attempt to test this by deepening Number 2 to determine more about the Pennsylvanian reservoir, and see if it is capable of maintaining sustained production.

The appropriate drilling costs were determined for me by our Drilling Department in Midland, Texas and furnished as a part of our normal business in trying to determine the best method of testing the Pennsylvanian at a location in Section 5. We have determined that a completed Wolfcamp Well

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at a location 990 from the North and 1650 from the East of Section 5 Township 26 South, Range 33 West will cost us \$637,350 completed. In order to deepen this well to the Pennsylvanian and make a dual completion in Wolfcamp and Pennsylvanian zones it will cost us an additional \$137,900.

To drill and complete a single Pennsylvanian well or a single completion in the Pennsylvanian would cost \$724,250 which is over half a million dollars more than the cost to deepen the present well, Red Hills Number 2, at its present location, to test and complete in the Pennsylvanian.

Q With respect to the correlative rights of interested parties involved, the agreement to which you made reference earlier in your testimony between Union Oil as operator and these noncommitted mineral owners was, in fact, entered into for the purpose of protecting the correlative rights of these nonmineral owners in Section 5, is that right?

A This is correct. It was entered into in order to protect the correlative rights of the owners in Section 5 against the Wolfcamp Well completed in Section 52 of Township 25 South, Range 53 East: and for similar reasons we wish to deepen this Red Hills Number 2 Well from the Wolfcamp to the Pennsylvanian to provide protection for correlative rights in the Pennsylvanian zones as well as the Wolfcamp. It is our intention, when we are safely able, to re-enter ked Hills

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Number 1 in the Pennsylvanian zone and attempt recompletion. Q The re-entry in the Red Hill Well Number 1 would, in fact, insure that the correlative rights of the owners in Section 32 had been protected by the location of the Red Hills Union Number 2 Well?

> A This is correct.

Q In summary of your testimony, Mr. Lewis, is it your opinion that the granting of the subject application will prevent waste, promote conservation and not in any way violate any correlative rights of any interested owner?

> A This is correct.

MR. HENSLEY: Mr. Examiner, at this time we would offer into the record of this case Exhibit 1, which also appears as Exhibit 1 in Case Numbers 3158 and 3159.

MR. NUTTER: Exhibit 1 Case 3452 will be admitted in evidence.

> (Whereupon, Exhibit 1 was admitted in evidence.)

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MR. HENSLEY: We have no further questions on direct

from this witness.

MR. NUTTER: Are there any questions of the witness? I didn't get your name.

Arthur V. Lewis. Α

MR. NUTTER: Is that L-e-w---

Α L-e-w-i-s.

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Albuquerque, New MEXICO PHONE 243-6691
PHONE 256-1294 • 1092 BOX 1 BANK SIMMS BLDG. . SPECIALIZING IN

10 CROSS EXAMINATION BY MR. NUTTER: Q Mr. Lewis, what was the cost for a single NEW MEXICO completion in the Pennsylvanian that you gave? ALBUQUEROUE, N UQUERQUE, NEW Α A single completion? I mean in the Wolfcamp. 0 \$637,350. This includes the drilling costs and Α PHONE 243-6
PHONE 256-1294 the completion costs. So your estimated cost of a dual --Q • 3 \$775,250 for dual Wolfcamp and Pennsylvania А BOX 1 S BLDG. • P.O. B NATIONAL BANK E against \$724, 250 for a single Pennsylvania. Now, all of Section 5 is currently dedicated to the Q SIMMS FIKST P well as far as the Wolfcamp is concerned? 120 Α Yes, sir. Q What would you propose to dedicate to the Pennsylvanian side of the dual completion pending any special pool rights? Α We would dedicate the north half and apply for special pool rules to dedicate all of Section 5. Q Under existing rules you would have 320 acres which would be the north half? Yes, sir. Α

Q The Red Hills Number 1 has been approved as a dual completion in the Wolfcamp and the Pennsylvanian, has it not?



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11 PAGE Yes, sir. Α SPECIALIZING IN: DEPOSITIONS, MEARINGS, STATE MENTS, EXPERT TESTIMONY, CAILY COPY, CONVENTIONS So this is a dual completion within one mile and Q would be eligible for administrative approval? NEW MEXICO Α Yes, sir. dearniey-meier reporting service, inc MR. NUTTER: Are there any further questions of Mr. ALBUQUERQUE, N ALBUQUERQUE, NEW Lewis? He may be excused. (Witness excused.) MR. NUTTER: Do you have anything further, Mr. PHONE 243-6
PHONE 256-1294 Hensley? • 092 MR. HENSLEY: We have nothing further. BOX 1 EAST P.O. B BANK E MR. NUTTER: Does anyone have any other statements SIMMS BLDG. or anything to offer in Case 3452? We will take the case under advisement. 1120 S Ś.,

STATE OF NEW MEXICO) \mathbf{ss} COUNTY OF BERNALILLO I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached transcript of hearing was reported by me in stenotype and that the same was reduced to typewritten transcript under my personal supervision and contains a true and correct record of said proceedings, to the best of my knowledge, skill and ability. Yela + NOTARY PUBLIC My Commission Expires: June 19, 1967 I do hereby certify that the foregoing is convision associate of the process а rer allosion. Conservation in New M 011

CONTRACTIONS HEARINGS. STATE MENTS, EXPERT TESTIMONY, DAILY CONY, CONVENTIONS SPECIALIZING IN. DEPOSITIONS, HEARINGS, STATE MENTS, EXPERT TESTIMONY, DAILY CONY, CONVENTIONS 1120 SIMMS BLDG. • P.O. BOX 1092 • PHONE 236-1294 • ALBUQUERQUE, NEW MEXICO 1120 SIMMS BLDG. • P.O. BOX 1092 • PHONE 236-1294 • ALBUQUERQUE, NEW MEXICO PAGE