

CASE 3557: Application of GULF
for compulsory pooling, Lea
County, New Mexico.

CASE No.

3557

Application,
TRANSCRIPTS,
SMALL Exhibits
ETC.

GOVERNOR
DAVID F. CARGO
CHAIRMAN

State of New Mexico
Oil Conservation Commission



P. O. BOX 2088
SANTA FE

May 3, 1967

LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

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

Mr. M. I. Taylor
Gulf Oil Corporation
Post Office Drawer 1938
Roswell, New Mexico 88201

Re: Case No. 3557
Order No. R-3222
Applicant:
Gulf Oil Corporation

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

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC x
Artesia OCC
Aztec 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. 3557
Order No. R-3222

APPLICATION OF GULF OIL CORPORATION
FOR COMPULSORY POOLING, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 26, 1967,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 3rd day of May, 1967, 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 applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 3557 is hereby dismissed.

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



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

David F. Cargo
DAVID F. CARGO, Chairman

Guyton B. Hays
GUYTON B. HAYS, Member

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

Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

April 12, 1967

PH 1 12

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P. O. Drawer 1938
Roswell, New Mexico 88201

W. B. Hopkins
DISTRICT MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
H. A. Rankin
DISTRICT SERVICES MANAGER

Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

Re: Case 3557 - Examiner Hearing
April 26, 1967

Gentlemen:

Gulf Oil Corporation made application for compulsory pooling of the working interests underlying the E/2 SW/4 of Section 13, T-11S, R-33E, Inbe Pennsylvanian Pool, Lea County, New Mexico. This matter is set for Examiner Hearing April 26, 1967, as Case No. 3557.

It is hereby requested that this case be dis-
missed.

Yours very truly,

GULF OIL CORPORATION

M. I. Taylor

JHH:bc

cc: Southland Royalty Company
Post Office Box 1515
Midland, Texas 79701



Docket No. 12-67

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 26, 1967

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

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

- - -
- CASE 3554: Application of Coastal States Gas Producing Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Flying "M" San Andres Unit Area comprising 4080 acres, more or less, of State, Federal and Fee lands in Township 9 South, Range 33 East, Lea County, New Mexico.
- CASE 3555: Application of Coastal States Gas Producing Company for a pressure maintenance expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand the pressure maintenance project in its Flying "M" San Andres Unit by the injection of water into the San Andres formation through 8 injection wells located in Sections 15, 16, 17, 20, 22, 28, 29 and 33, Township 9 South, Range 33 East, Lea County, New Mexico. Applicant further seeks the promulgation of special rules for said project, including provision for future expansion.
- CASE 3556: Application of Southland Royalty Company for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a proposed Devonian gas test well at an unorthodox gas well location 660 feet from the North and West lines of Section 12, Township 25 South, Range 35 East, Lea County, New Mexico. The well would be dedicated to the N/2 of said Section 12.
- CASE 3557: Application of Gulf Oil Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests in the Inbe-Pennsylvanian Pool underlying the E/2 SW/4 of Section 13, Township 11 South, Range 33 East, Lea County, New Mexico.
- CASE 3558: Application of BTA Oil Producers for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Lowe 671 Ltd. Well No. 1 as an exception to the well location requirements of Order No. R-2929 for the Nonombre-Upper Pennsylvanian Pool and the Nonombre-Lower Pennsylvanian Pool, Lea County, New Mexico. The proposed well would be located 560 feet from the North and West lines of Section 5, Township 14 South, Range 34 East.

- CASE 3559: Application of BTA Oil Producers for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the South Flying "M"-Pennsylvanian Pool, Lea County, New Mexico, including a provision for 80-acre proration units.
- CASE 3560: Application of Phillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Hat Mesa Unit Area comprising 7874 acres, more or less, of Federal and State lands in Township 21 South, Ranges 32 and 33 East, Lea County, New Mexico.
- CASE 3561: Application of Continental Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Meyer B-4 Well No. 19 located in Unit O of Section 4, Township 21 South, Range 36 East, to produce oil from an undesignated Paddock pool and from the Oil Center-Blinbry Pool through parallel strings of tubing.
- CASE 3562: Application of Continental Oil Company for a dual completion, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Table Mesa Well No. 29 in Unit H of Section 9, Township 27 North, Range 17 West, San Juan County, New Mexico, to produce gas from the Table Mesa-Pennsylvanian "C" Gas Pool and from an undesignated Mississippian gas pool through the casing-tubing annulus and 2-inch tubing, respectively.
- CASE 3563: Application of Skelly Oil Company for an amendment to the Southeast New Mexico Gas Proration Rule and Regulations. Applicant, in the above-styled cause, seeks an amendment to Order No. R-1670, as amended, Rules and Regulations for Pro-rated Gas Pools, Lea, Eddy, Chaves and Roosevelt Counties, New Mexico, to provide an administrative procedure whereby wells ordered shut-in for extended periods to make up accumulated overproduction could be permitted to produce up to 500 MCF each month during such shut-in.
- CASE 3564: Application of Maxwell Oil Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Taylor Unit Area comprising 640 acres, more or less, of federal lands in Sections 12 and 13, Township 18 South, Range 31 East, Eddy County, New Mexico.

-3-

Docket No. 12-67

April 26, 1967 Examiner Hearing

CASE 3565: Application of Jomar Industries, Inc. for a non-standard oil proration unit, several non-standard locations, temporary exception to Rule 307, and capacity allowables, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill 64 oil wells at non-standard locations on a non-standard oil proration unit comprising the S/2 NW/4 SE/4 and the N/2 SW/4 SE/4 of Section 30, Township 18 South, Range 38 East, Lea County, New Mexico, for production from the Ogallala formation. Said wells would be drilled to a density of four wells to each 2.5 acres and would be no nearer than 82.5 feet to the outer boundary of the unit and no nearer than 165 feet to another well producing from the same formation. Applicant also seeks a temporary exception to Rule 307 for each well to permit utilization of a vacuum-type drilling unit during the drilling and completion operation. Applicant further seeks authority to produce the wells at capacity even though the aggregate production from said wells exceeds the 40-acre normal unit allowable.

CASE 3566: Application of William A. and Edward R. Hudson for a water-flood expansion, Eddy County, New Mexico. Applicants, in the above-styled cause, seek authority to expand their Puckett Waterflood Project, Maljamar Pool, by the injection of water into the Grayburg-San Andres formations through 10 wells in Sections 24 and 25, Township 17 South, Range 31 East, Eddy County, New Mexico. Applicant further seeks an administrative procedure for future expansion of said project.

ir/

Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

W. B. Hopkins
DISTRICT MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
H. A. Rankin
DISTRICT SERVICES MANAGER

March 28, 1967

P. O. Drawer 1938
Roswell, New Mexico 88201

Oil Conservation Commission
State of New Mexico
Post Office Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

Re: Application of Gulf Oil Corporation for Compulsory Pooling
Inbe Pennsylvanian Oil Pool, Lea County, New Mexico

Gentlemen:

Gulf Oil Corporation respectfully requests an Examiner Hearing to consider its application for compulsory pooling of the working interests under the E/2 SW/4 Section 13, Township 11 South, Range 33 East, Inbe Pennsylvanian Oil Pool, Lea County, New Mexico.

In support of this application the following facts are submitted:

- (1) Order R-2325 dated October 1, 1962, established temporary rules in the Inbe Pennsylvanian Oil Pool providing for 80-acre spacing and such rules were made permanent by Order R-2325-A, dated August 21, 1963.
- (2) Applicant and Southland Royalty Company jointly own the SW/4 of Section 13, having undivided 75% and 25% interests, respectively. The royalty interest ownership is the same under this SW/4.
- (3) Applicant proposes to drill the Mary Wilson Well No. 1 660 feet from the south line and 1,980 feet from the west line of Section 13 and dedicate the E/2 SW/4 as a standard proration unit in this pool. Plat of the area is attached.
- (4) On February 24, 1967 a Cost Estimate to drill this well and an Operating Agreement were furnished to Southland for their approval and execution; however, to date they have not responded.
- (5) This application is in the interest of conservation and prevention of waste.
- (6) A copy of the application is being furnished to Southland Royalty Company.

Attachment
JHH:sz

cc: New Mexico Oil Conservation Commission
Post Office Box 1980
Hobbs, New Mexico 88240
Southland Royalty Company
1603 First National Building
Fort Worth, Texas 76102

Respectfully submitted,
GULF OIL CORPORATION

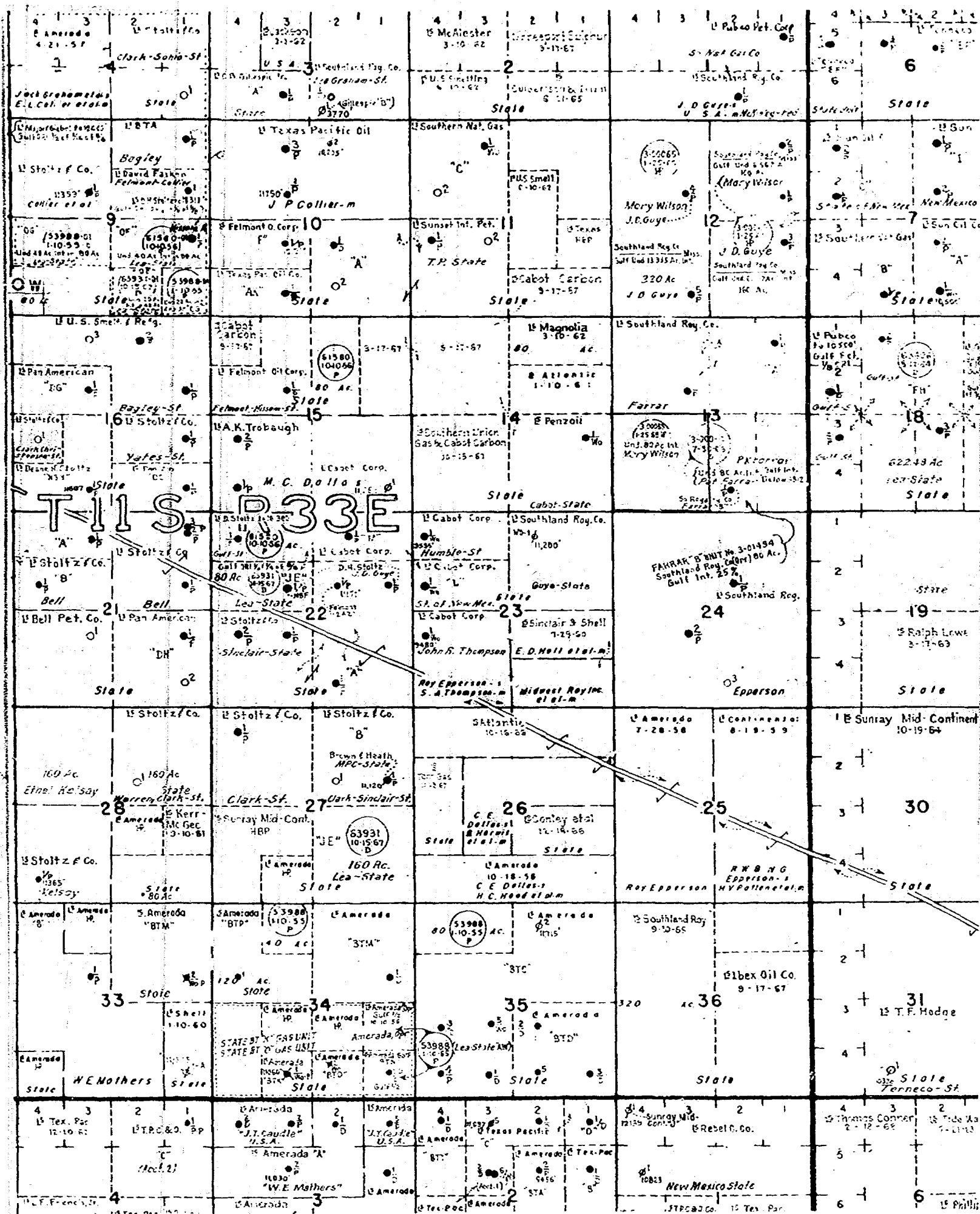
M. I. Taylor

DOCKET MAILED

Date

4-14-67

Case 3557



El Paso Natural Gas Company

El Paso, Texas

March 28, 1967

ADDRESS REPLY TO:
POST OFFICE BOX 1984
JAL. NEW MEXICO

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

Gentlemen:

This is to advise that on March 28, 1967, the Sinclair Oil and Gas Company's J. T. Lanehart Unit No. 1, Crosby Devonian gas well located in Unit F of Section 28, Township 25, Range 37, Lea County, New Mexico was disconnected from El Paso Natural Gas Company's gathering system.

This disconnection was due to well being abandoned.

Yours truly,

EL PASO NATURAL GAS COMPANY

Travis Elliott
Travis Elliott
Analyst, Gas Production Status

TE:mgb

cc: Mr. Elvis Uta, O. G. C., Santa Fe, New Mexico ✓
F. N. Woodruff
R. T. Wright
R. E. Johnson
Sam Smith
H. P. Logan
T. J. Crutchfield
Measurement Department
Sinclair Oil and Gas Company, Hobbs, New Mexico
File

Case 3557

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIJAS BLDG. • P. O. BOX 1092 • PHONE 243-4491 • ALBUQUERQUE, NEW MEXICO

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico

April 26, 1967

EXAMINER HEARING

IN THE MATTER OF:)
)

Application of Gulf Oil Corporation)
for compulsory pooling, Lea County,)
New Mexico.)

Case No. 3557

BEFORE: Elvis A. Utz, Examiner.

TRANSCRIPT OF HEARING

MR. UTZ: Case 3557.

MR. HATCH: Application of Gulf Oil Corporation
for compulsory pooling, Lea County, New Mexico.

If the Examiner please, the Commission has
received a letter from the applicant dated April 12th, 1967
requesting that the case be dismissed.

MR. UTZ: Without objection, Case 3557 will be
dismissed.

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

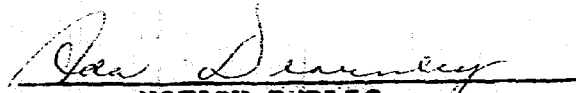
1120 SIMMS BLDG. • P.O. BOX 1092 • PHONE 243-4691 • ALBUQUERQUE, NEW MEXICO 87101
1400 FIRST NATIONAL BANK EAST • PHONE 256-1294 • ALBUQUERQUE, NEW MEXICO 87108

PAGE 3

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss

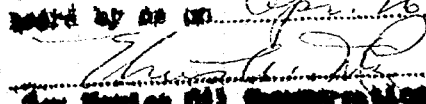
I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my Hand and Seal this 8th day of May, 1967.


NOTARY PUBLIC

My Commission Expires:

June 19, 1967.

I do hereby certify that the foregoing is a complete record of the proceedings in the Ex parte hearing of Case No. 3557 heard by me on Apr. 26, 1967.
 Examined
New Mexico Oil Conservation Commission