

CASE 3847: Application of K. K.
AMINI FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

Cont to Sept. 4

Case Number

3847

Application
Transcripts.

Small Exhibits

ETC.

GOVERNOR
DAVID F. CARGO
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

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

P. O. BOX 2088
SANTA FE

September 12, 1968

Mr. Richard S. Morris
Montgomery, Federici, Andrews,
Hannahs & Morris
Attorneys at Law
Post Office Box 2307
Santa Fe, New Mexico

Re: Case No. 3847
Order No. R-3493
Applicant:
K. K. AMINI

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. 3847
Order No. R-3493

APPLICATION OF K. K. AMINI
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 September 4, 1968,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 12th day of September, 1968, the Commission,
a quorum being present, having considered the record and the
recommendations of the Examiner, and being fully advised in the
premises,

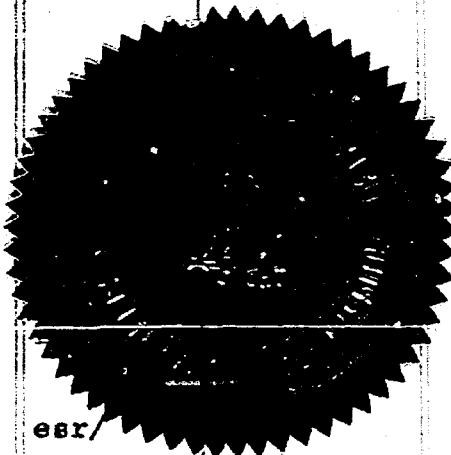
FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 3847 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, Chairman

GUYTON W. HAYES, Member

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

esr/

3847
Heard 9-4-68
Rec. 9-5-68.

Dismissed as requested by applicant.
Thos. A. [Signature]

J. O. SETH (1883-1963)

A. K. MONTGOMERY
WM. FEDERICI
FRANK ANDREWS
FRED C. HANNAHS
RICHARD S. MORRIS
SUMNER G. BUELL
SET: D. MONTGOMERY

MONTGOMERY, FEDERICI, ANDREWS, HANNAHS & MORRIS

ATTORNEYS AND COUNSELORS AT LAW

350 EAST PALACE AVENUE
SANTA FE, NEW MEXICO 87501

POST OFFICE BOX 2307
AREA CODE 505
TELEPHONE 982-3876

August 28, 1968

DMA

New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico 87501

Re: New Mexico Oil Conservation Commission
Case No. 3847, Examiner Hearing

Gentlemen:

Please dismiss the subject case that is set for hearing
on September 4, 1968, the same having been continued
from the August 21, 1968 Examiner Hearing.

Very truly yours,

Richard S. Morris

RSM:F

cc: Mr. K. K. Amini
Monsanto Company

68 AUG 30 1968 25

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 4, 19689 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 3847: (Continued from the August 21, 1968, Examiner Hearing)

Application of K. K. Amini for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Bough "C" zone of the Pennsylvanian formation underlying the NE/4 of Section 5, Township 10 South, Range 34 East, Lea County, New Mexico. Said acreage to be dedicated to a well to be drilled in the SW/4 NE/4 of said Section 5, adjacent to the Vada-Pennsylvanian Pool.

CASE 3513: (Reopened)

In the matter of Case No. 3513 being reopened pursuant to the provisions of Order No. R-3179-A, which order established 160-acre spacing units and a 160-acre proportional factor of 4.77 for allowable purposes for the Vada-Pennsylvanian Pool, Lea County, New Mexico, for a period of one year. All interested parties may appear and show cause why the pool should not be developed on less than 160-acre spacing units and show cause why the 160-acre proportional factor of 4.77 should or should not be retained.

CASE 3849: Application of Penroc Oil Corporation for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg formation through its Phillips State Well No. 4 located in Unit I of Section 27, Township 17 South, Range 28 East, Artesia Pool, Eddy County, New Mexico.

CASE 3850: Application of Pan American Petroleum Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bough (Permo-Pennsylvanian) formation in the interval from approximately 9590 feet to 9634 feet in its Federal "A" Well No. 3 located in Unit J of Section 13, Township 9 South, Range 35 East, Bough (Permo-Pennsylvanian) Pool, Lea County, New Mexico.

CASE 3851: Application of Mobil Oil Corporation for a waterflood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Bridges State Waterflood Project by the injection of water into the San Andres formation through an injection well recently completed at a location 660 feet from the South line and 560 feet from the West line of Section 24, Township 17 South, Range 34 East, Vacuum Pool, Lea County, New Mexico.

CASE 3852: Application of Mobil Oil Corporation for a triple completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the triple completion (conventional) of its Bridges State Well No. 126 located in Unit J of Section 11, Township 17 South,

J. O. SETH (1883-1963)

A. K. MONTGOMERY
WM. FEDERICI
FRANK ANDREWS
FRED C. HANNAHS
RICHARD S. MORRIS
SUMNER G. BUELL
SETH D. MONTGOMERY

MONTGOMERY, FEDERICI, ANDREWS, HANNAHS & MORRIS

ATTORNEYS AND COUNSELORS AT LAW

350 EAST PALACE AVENUE
SANTA FE, NEW MEXICO 87501

August 16, 1968

POST OFFICE BOX 2307
AREA CODE 505
TELEPHONE 982-3876

New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico 87501

mm
Re: New Mexico Oil Conservation Commission Case
No. 3847; Examiner Hearing of August 21, 1968

Gentlemen:

Our client, Mr. K. K. Amini, of Midland, Texas, who is the applicant for compulsory pooling in the above case, presently is working with Monsanto Company in an attempt voluntarily to communitize the acreage that is the subject of this hearing. For this reason we request that the hearing be continued until the first examiner hearing to be held in the month of September, 1968. Please advise me when this hearing will be scheduled. If the communitization is accomplished, we will notify you promptly so that the case may be dismissed rather than continued.

Very truly yours,

Richard S. Morris

RSM:F

cc: Mr. K. K. Amini
Monsanto Company

Placed on the Sept 4th docket -
SK

60 AUG 19 AM 7 54

DOCKET MAILED

Date 8/22/68

- CASE 3844: Application of Rice Engineering & Operating, Inc., for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Queen, San Andres and Glorieta formations in the perforated intervals at approximately 3308-3834, 3962-3992, 5248-5261, and 5980-6054 feet in its Hobbs East San Andres SWD Well No. F-30 (formerly the Humble Oil & Refining Company S. E. Cain Well No. 1) located in Unit F of Section 30, Township 18 South, Range 39 East, Hobbs East San Andres Pool, Lea County, New Mexico.
- CASE 3845: Application of Rice Engineering & Operating, Inc., for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Grayburg, San Andres, and Glorieta formations in the open-hole interval from 3540 feet to 5616 feet in its Justis SWD Well No. H-2 (formerly the Resler & Sheldon-Bette Sue Well No. 2) located in Unit H of Section 2, Township 26 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico.
- CASE 3846: Application of Bco, Inc., and Harry L. Bigbee for downhole commingling, San Juan County, New Mexico. Applicants, in the above-styled cause, seek authority to commingle production from the Gallup, Greenhorn, Graneros, and Dakota formations in the wellbores of the Harry L. Bigbee Nancy Wells Nos. 3 and 4 located, respectively, in Units N and F of Section 12, Township 24 North, Range 8 West, Escrito-Gallup Oil Pool, San Juan County, New Mexico. Applicants further seek an administrative procedure whereby said commingling may be authorized for additional wells to be drilled in the area comprising all of Sections 12, 13, and the E/2 of Section 14; said township and range.
- CASE 3847: Application of K. K. Amini for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Bough "C" zone of the Pennsylvanian formation underlying the NE/4 of Section 5, Township 10 South, Range 34 East, Lea County, New Mexico. Said acreage to be dedicated to a well to be drilled in the SW/4 NE/4 of said Section 5, adjacent to the Vada-Pennsylvanian Pool.
- CASE 3848: Application of Continental Oil Company for a non-standard gas proration unit and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the approval of a 296-acre non-standard gas proration unit comprising all of Lots 3, 4, 5, 6, 11, 12, 13, and 14, Section 2, Township 21 South, Range 25 East, Springs-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, said unit to be dedicated to its Levers Federal Well No. 1 located at an unorthodox location 1594 feet from the North line and 660 feet from the West line of said Section 2.

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION OF K. K. AMINI
FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO }

Case No. 3847

APPLICATION

Comes now K. K. Amini by his attorneys and applies to the New Mexico Oil Conservation Commission for an order pooling all interests in the Bough "C" formation underlying the NE $\frac{1}{4}$ of Section 5, Township 10 South, Range 34 East, Lea County, New Mexico, and in support of his application states:

1. K. K. Amini (hereinafter referred to as the "Applicant") is the owner and operator of the S $\frac{1}{2}$ NE $\frac{1}{4}$ of Section 5, Township 10 South, Range 34 East, Lea County, New Mexico.

2. Applicant proposes to drill a well to an approximate depth of 10,000 feet to the Bough "C" formation in the SW $\frac{1}{4}$ of the NE $\frac{1}{4}$ of said Section 5.

3. A standard spacing unit for the Bough "C" formation will comprise the entire NE $\frac{1}{4}$ of said Section 5, and in order to form a standard unit for the purpose of drilling the proposed well, it will be necessary for the N $\frac{1}{2}$ NE $\frac{1}{4}$ of Section 5 to be communitized or pooled with acreage owned and operated by the applicant.

4. Monsanto Company is the owner and operator of the N $\frac{1}{2}$ NE $\frac{1}{4}$ of Section 5, and to date has been unwilling to communitize its acreage with the acreage owned and operated by applicant for the drilling of the proposed well.

5. In order to avoid the drilling of unnecessary wells and in order to protect correlative rights and prevent waste, the Commission should enter its order pooling all interests in the Bough "C" formation underlying the NE $\frac{1}{4}$ of said Section 5.

DOCKET MAILED

Date 8-8-68

6. Applicant should be designated as the operator of the pooled unit.

7. The pooling order entered by the Commission should permit the applicant to make reasonable charges for supervision and for the risk involved in the drilling of the proposed well.

8. A copy of this application has been sent by certified mail, return receipt requested, to Monsanto Company, 101 North Marienfeld, Midland, Texas 79701.

WHEREFORE, applicant requests that this application be set for hearing before one of the Commission's examiners on August 21, 1968, and that the Commission enter its order in accordance with this application.

MONTGOMERY, FEDERICI, ANDREWS,
HANNAHS & MORRIS

By Richard S. Morris
Post Office Box 2307
Santa Fe, New Mexico 87501

Attorneys for K. K. Amini.

dearnley-meier reporting service, inc.

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

1120 SIMAS BLDG. • P. O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
August 21, 1968

IN THE MATTER OF: Application of)
K. K. Amini for compulsory)
pooling, Lea County, New Mexico)

Case No. 3847

BEFORE: D. S. Nutter,
Examiner

TRANSCRIPT OF HEARING

MR. NUTTER: Call Case 3847.

MR. HATCH: Application of K. K. Amini for compulsory pooling, Lea County, New Mexico.

If the Examiner please, the Commission has received a letter from Richard Morris, representing the Applicant in this case, asking that the case be continued until the first Examiner Hearing to be held in the month of September.

MR. NUTTER: Case 3847 will be continued to the Examiner Hearing at this same place, at 9:00 o'clock A. M. on September 4th.

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter 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, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my hand this 30th day of August, 1968.

I do hereby certify that the foregoing is a correct record of the proceedings before the Examiner hearing of Case ADA 3847 heard by me on 8/21, 1968.
Ada Dearnley
Examiner
New Mexico Oil Conservation Commission

dearnley-meier reporting service, inc.

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

1120 SIMAS BLDG. • P. O. BOX 1072 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
September 4, 1968

EXAMINER HEARING

IN THE MATTER OF:

Application of K. K. Amini for
compulsory pooling, Lea County,
New Mexico.

Case 3847

(Continued from the
August 21, 1968
Examiner Hearing)

BEFORE: Elvis A. Utz
Examiner

TRANSCRIPT OF HEARING

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE

, NEW MEXICO

Hearing Date

SEPTEMBER 4, 1968

TIME: 9 A.M.

| NAME | REPRESENTING | LOCATION |
|-------------------|-------------------------|---------------|
| U. B. Jordan | Union Oil Co. of Cal. | Roswell NM |
| Berry W. Springer | Skelly | Indian Mts. |
| R. L. Halverson | RTM Oil Prod | Midland Tex |
| Gilbert E. Miller | Union Texas Petroleum | Midland, Tex. |
| A. H. Hunt | Skelly | Denver |
| Ronald J. Jacobs | Skelly | Tulsa, Okla. |
| P. P. White | W & K & K | Santa Fe |
| W. V. Palmer | Tenneco Oil Co. | Midland |
| Nina Williams | P. W. Brown | St. Louis |
| Bill Wells | Pet American Pet. | Ft. Worth |
| Charles E. Malone | Howard E. Malone | Ros |
| James E. Hinkle | Humble, Borden, Schuler | Roswell |
| RALPH W. WESS | Sunray DX Oil Co | Roswell |
| J. D. Lebo | Sunray DX Oil Co | Roswell |
| J. E. Sperling | Mobil Oil Corp. | Alb. |
| Jason W. Kellaher | Kellaher & Fox | Santa Fe |
| F. J. HART | Mobil | Midland Tex |
| Edna A. Suresh | Mobil Oil Corp | Midland Texas |

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date SEPTEMBER 4, 1968TIME: 9 A.M.

| NAME | REPRESENTING | LOCATION |
|---------------------|----------------------------------|----------------------|
| M. Carroll Steton | Coastal States Gas Producing Co. | Midland, Tex. |
| Jack R. McGraw | Coastal States Gas | Midland, Tex. |
| W. D. Elliott | Coastal States Gas | Corpus Christi, Tex. |
| Monk Matson | Midwest Oil Corp. | Midland, Tex. |
| William J. DeMay | DeMay & Stevens | Santa Fe |
| Donald H. Stevenson | Stevenson, Campbell & Limited | Santa Fe |
| Harry Stennelly Jr. | | |
| Richard Blocker | Midwest Oil Corp. | Midland, Tex. |
| E. L. Leissner | Midwest Oil Corp. | Denver, Colo. |
| John Pulte | Midwest Oil | Midland, Tex. |
| J. M. Anderson | Sinclair | Midland, Tex. |

MR. UTZ: The hearing will come to order, please.
The first case on the docket will be 3847.

MR. HATCH: Case 3847, continued from the August 21,
1968, Examiner Hearing. Application of K. K. Amini for
compulsory pooling, Lea County, New Mexico.

If the Examiner please, we have a letter from the
Applicant requesting that this case be dismissed.

MR. UTZ: Case 3847 will be dismissed.

STATE OF NEW MEXICO)
) ss.
 COUNTY OF BERNALILLO)

I, CHARLOTTE MACIAS, 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 2nd day of October, 1968.

Charlotte Macias
 Notary Public

My Commission Expires:

February 10, 1971.

I do hereby certify that the foregoing is a true and correct record of the proceedings in the Bernalillo hearing of Case No. 3847 held by me on Sept. 4 1968.
Thos. C. [Signature], Secretary
 New Mexico Oil Conservation Commission