CASE 6669: MESA PETROLEUM COMPANY FOR THE AMENDMENT OF ORDER NO. R-6078, EDDY COUNTY, NEW MEXICO

а.,

CASE NO.

6669

APPLICATION, Transcripts, Small Exhibits,

ETC.



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

BRUCE KING LARRY KEHOE SECRETARY

October 11, 1979

POST OFFICE 80X 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 1505) 827-2434

Mr. Conrad Coffield Hinkle, Cox, Eaton, Coffield & Hensley Attorneys at Law P. O. Box 3580 Midland, Texas 79702

CASE NO. Re: 6669 ORDER NO. R-6078-A

Applicant:

Mesa Petroleum Company

Dear Sir:

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

Ppurs very truly, A1 JOE D. RAMEY Director

JDR/fd

Copy of order also sent to:

Hobbs OCD	X
Artesia OCD	X
Aztec OCD	

Other

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6669 Grder No. R-6078-A

APPLICATION OF MESA PETROLEUM COMPANY FOR THE AMENDMENT OF ORDER NO. R-6078, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 19, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>10th</u> day of October, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Mesa Petroleum Company, seeks the amendment of Order No. R-6078 to pool all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the E/2 of Section 10, Township 16 South, Range 27 East, NMPM, Eddy County, New Mexico, rather than the Morrow formation only, as presently specified by said order.

(3) That such amendment will not impair correlative rights nor cause waste and should be approved.

IT IS THEREFORE ORDERED:

(1) That the first paragraph of Order No. (1) on Page 3 of Division Order No. R-6078 is hereby revised to read in its entirety as follows:

"(1) That all mineral interests, whatever they may be, in the Wolfcamp and Pennsylvanian formations underlying -2-Case No. 6669 Order No. R-6078-A

> the E/2 of Section 10, Township 16 South, Range 27 East, NMPM, Diamond Mound Area, Eddy County, New Mexico, are hereby pooled to form a standard 320-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon."

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

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

SEAL

fd/

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 110 JOE D. RAMEY Director





MR. NUTTER: We'll call next Case Number

6669.

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MR. PADILLA: Application of Mesa Petroleum Company for the amendment of Order No. R-6078, Eddy County, New Mexico.

MR. COFFIELD: Conrad Coffield with the Hinkle Law Firm in Midland, Texas, appearing on behalf of the applicant, and I have one witness.

(Witness sworn.)

JOSEPH W. JEFFERS

being called as a witness and having been duly sworn upon his oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. COFFIELD:

λ.

Q. Mr. Jeffers, would you please state your name, address, occupation, and employer?

A. My name is Joseph W. Jeffers, 1000 Vaughn
 Building. I'm Division Geologist with Mesa Petroleum in
 Midland, Texas.

Q. Mr. Jeffers, have you previously testified before the Division as a geologist?

I have.

Q And were your qualifications made a matter 2 of record and accepted by the Division? 3 λ. They were. Q Are you familiar with Mesa's application 5 in this case? 6 A. I am. 7 And are you familiar with the property Q. 8 and the proposed well location? 9 λ. I am. 10 MR. COFFIELD: Is the witness considered 11 qualified? 12 MR. NUTTER: Yes, he is. 13 (Mr. Coffield continuing.) Mr. Jeffers, Q. 14 were you the geological witness in the hearing which was 15 held on July 25, 1979 in Case Number 6600 involving this 16 well? 17 Α. Yes. 18 Q. What does Mesa Petroleum Company seek in 19 this particular application? 20 As a follow-up to Case 6600, Mesa seeks Α. 21 to amend Order No. R-6078 pooling all mineral interests in 22 the Morrow formation underlying the east half of Section 23 10, Township 16 South, Range 27 East, Diamond Mound area, 24 forming a standard 320-acre gas spacing and proration unit to include the entire Pennsylvanian and Wolfcamp formations

in the approved pooling.

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Q All right, Mr. Jeffers, please refer to what we have marked as Exhibit One and explain to the Examiner what this represents?

A. Exhibit One is a map on a scale of 1 inch
 equals 5000 feet for a portion of Eddy and Chaves Counties,
 New Mexico, primarily covering Township 16 South, Range 27
 East, surrounding the subject proposed proration unit.

The colored acreage represents Mesa acreage The subject location is spotted inside the proposed 320-acre proration unit, being the east half of Section 10, Township 16 South, Range 27 East, outlined on the map in green.

The blue contours represent the structure on top of the Mississippian. The contour interval is 100 feet.

The Isopach of the Lower Atoka sandstones is represented by the black contours. The contour interval is 15 feet.

The colored wells represent wells completed from the formations indicated in the legend. The proposed location is 1980 from the north and 660 from the east of Section 10.

The well is presently drilling, yesterday morning at 7854 feet on the subject pooled acreage.

MR. NUTTER: What was that depth again?

ALLY WALTON BOYD TPPED SHORTIAND REPORTER Plans Blance (505) 411-3452 ants Pe, New Morido 811-31

7854 feet.

MR, NUTTER: Thank you. What is the

projected depth?

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What's that?

MR. NUTTER: What's your projected depth? 8000 --- approximately 8800 feet.

Q Mr. Jeffers, the matters about which you testified on July 25, 1979 in Case Number 6600, were in support of statutory pooling of the Morrow formation underlying this east half of Section 10. Is it your opinion that all the geological data available previously supports a determination that the entire Pennsylvanian formation and Wolfcamp formation are potentially productive in this location?

I do.

Q. Have you obtained information from your land department on the status of land ownership on this east half of Section 10?

I have.

Q. What changes have occurred in that ownership since the last hearing on the order?

None.

Q So the only change that's involved here is simply seeking the additional formations to be included in the amended order, is that correct?

WALTON BOY SHORTIAND REPORT BANKA (545) (71-54 Particle 2756) (

1 That is correct. One additional bit of Δ. 2 information, at the last hearing we did not have the com-3 pletion on the well in the west half of Section 11 offsetting 4 the well proposed 320-acre pool unit. That well was com-5 pleted for an IPCAOF of 22.79 million cubic feet of gas per 6 day. 7 MR. NUTTER: From the Atoka. 8 From the Atoka. Α. 9 Q, Was this Exhibit One prepared by you or 10 under your supervision, Mr Jeffers? 11 A. It was. 12 And in your opinion will the approval of û. 13 Mesa's application in this case be in the interest of the 14 prevention of drilling of unnecessary wells, prevention of 15 waste, and protection of correlative rights? 16 A, I do. 17 MR. COFFIELD: Mr. Examiner, I move the 18 admission of Exhibit One. 19 MR. NUTTER: Mesa Exhibit One will be 20 admitted in evidence. 21 22 CROSS EXAMINATION 23 BY MR. NUTTER: 24 Well, Mr. Jeffers, it appears from your . 0. Exhibit Number One that all the wells on the exhibit that

are colored are not in the Morrow formation if they're productive.

M That is correct. We call -- Mesa itself calls the -- part of the producing horizons here Morrow, but in the classification for the State it was determined that they were in the Atoka.

Well, there are Upper Atoka and Lower Atoka sands. Part of the wells are in the Lower Atoka and part of them are in the Upper Atoka. So it's just a -- it's a matter of semantics as to actually what you call a producine formation in the various wells.

A. We -- I made this exhibit to conform with the State classification.

Q I see. And the original order specified Morrow and you'd like for that to read Wolfcamp and Pennsylvanian.

A. That's correct, sir.

I see.

MR. NUTTER: Do you have anything further, Mr. Coffield?

MR. COFFIELD: No, sir.

MR. NUTTER: Are there any questions of Mr. Jeffers? He may be excused.

Does anyone have anything they wish to offer in Case 6669? We'll take the case under advisement.

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REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a court reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the said hearing, prepared by me to the best of my ability from my notes taken at the time of the hearing.

Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 666 heard by me on 919 197 1979. , Examiner Oll Conservation Division

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT 2 Oil Conservation Division State Land Office Bldg. Santa Fe, New Mexico 3 19 September 1979 EXAMINER HEARING 5 6 IN THE MATTER OF: 7 Application of Mesa Petroleum Com-) CASE 8 pany for the amendment of Order) 6669 No. R-6078, Eddy County, New) 9 Mexico. 10 11 BEFORE: Daniel S. Nutter ALLY WALTON 12 13 TRANSCRIPT OF HEARING 14 15 APPEARANCES 16 For the Oil Conservation Ernest L. Padilla, Esq. 17 Division: Legal Counsel for the Division State Land Office Bldg. 18 Santa Fe, New Mexico 87503 19 20 For the Applicant: Conrad Coffield, Esq. Hinkle Law Firm 21 P. C. Box 3580 Midland, Texas 79701 22 23 24 25



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	MR. NUTTER: We'll call next Case Number
2	6669.
3	MR, PADILLA: Application of Mesa Petro-
4	leum Company for the amendment of Order No. R-6078, Eddy
5	County, New Mexico.
6	MR. COFFIELD: Conrad Coffield with the
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/	Hinkle Law Firm in Midland, Texas, appearing on behalf of
8	the applicant, and I have one witness.
9	
10	(Witness sworn.)
11	
12	JOSEPH W. JEFFERS
13	being called as a witness and having been duly sworn upon
14	his oath, testified as follows, to-wit:
15	his bath, testified as forrows, to wit.
16	DIRECT EXAMINATION
17	BY MR. COFFIELD:
18	
10	Q. Mr. Jeffers, would you please state your
12	name, address, occupation, and employer?
20	A. My name is Joseph W. Jeffers, 1000 Vaughn
21	Building, I'm Division Geologist with Mesa Petroleum in
22	
23	Midland, Texas.
	Q. Mr. Jeffers, have you previously testified
24	before the Division as a geologist?
25	A. I have.
-	3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24

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1 And were your qualifications made a matter Q. 2 of record and accepted by the Division? 3 A. They were, Are you familiar with Mesa's application Q. 5 in this case? R A. I am. 7 And are you familiar with the property 0. 8 and the proposed well location? 9 A. I am. 10 MR. COFFIELD: Is the witness considered 11 qualified? 12 MR. NUTTER: Yes, he is. 13 (Mr. Coffield continuing.) Mr. Jeffers, Q. 14 were you the geological witness in the hearing which was 15 held on July 25, 1979 in Case Number 6600 involving this 16 well? 17 Yes. A, 18 0. What does Mesa Petroleum Company seek in 19 this particular application? 20 As a follow-up to Case 6600, Mesa seeks A. 21 to amend Order No. R-6078 pooling all mineral interests in 22 the Morrow formation underlying the east half of Section 23 10, Township 16 South, Range 27 East, Diamond Mound area, 24 forming a standard 320-acre gas spacing and proration unit to include the entire Pennsylvanian and Wolfcamp formations

SALLY WALTON BOYD CENTIFIED SHORTHAND REPORTER 1918 Flaxs Blance (1915) 411-5402 Santa Po, New Marton 51591 1 in the approved pooling.

2 All right, Mr. Jeffers, please refer to 0. what we have marked as Exhibit One and explain to the Examiner 3 what this represents?

A. Exhibit One is a map on a scale of 1 inch equals 5000 feet for a portion of Eddy and Chaves Counties, New Mexico, primarily covering Township 16 South, Range 27 East, surrounding the subject proposed proration unit.

The colored acreage represents Mesa acreage The subject location is spotted inside the proposed 320-acre proration unit, being the east half of Section 10, Township 16 South, Range 27 East, outlined on the map in green.

The blue contours represent the structure on top of the Mississippian. The contour interval is 100 feet.

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A. I do.

Q. Have you obtained information from your land department on the status of land ownership on this east half of Section 10?

I have.

Q. What changes have occurred in that ownership since the last hearing on the order?

A. None,

A.

Q. So the only change that's involved here is simply seeking the additional formations to be included in the amended order, is that correct?

SALLY WALTON BO CENTRED SHORT AND REPO CENTRED SHORT AND REPO 1911 Parts Bhanda (615) 471-Bauta Pa, New Maxico 177-

7 That is correct. One additional bit of 2 information, at the last hearing we did not have the com-3 pletion on the well in the west half of Section 11 offsetting 4 the well proposed 320-acre pool unit. That well was com-5 pleted for an IPCAOF of 22.79 million cubic feet of gas per 6 day. 7 MR. NUTTER: From the Atoka. 8 From the Atoka. Δ. 9 Was this Exhibit One prepared by you or 0. 10 under your supervision, Mr Jeffers? 11 It was. A. 12 And in your opinion will the approval of 0. 13 Mesa's application in this case be in the interest of the 14 prevention of drilling of unnecessary wells, prevention of 15 waste, and protection of correlative rights? 16 Α. I do. 17 MR. COFFIELD: Mr. Examiner, I move the 18 admission of Exhibit One. 19 MR. NUTTER: Mesa Exhibit One will be 20 admitted in evidence. 21 22 CROSS EXAMINATION 23 BY MR. NUTTER: 24 Well, Mr. Jeffers, it appears from your Q. 25 Exhibit Number One that all the wells on the exhibit that

	1	are colored are not in the Morrow formation if they're pro-		
	2	ductive.		
	3	A. That is correct, We call Mesa itself		
	4	calls the part of the producing horizons here Morrow,		
	5	but in the classification for the State it was determined		
	6	that they were in the Atoka.		
	- 7	Well, there are Upper Atoka and Lower		
8 Atoka sands. Part of the wells are in the Lower Atoka				
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BOYD EPONTER 111-1441	10	a matter of semantics as to actually what you call a producing		
DN BC HD NEW HD	11	formation in the various wells.		
LLY WALTON I Pred shorthand n Pres Blance (191) (12	Q. I see.		
LLY V MMC H	13	A. We I made this exhibit to conform with		
	14	the State classification.		
	15	Q. I see. And the original order specified		
	16	Morrow and you'd like for that to read Wolfcamp and Pennsyl-		
	17	vanian.		
	18	A. That's correct, sir.		
	19	MR. NUTTER: Do you have anything further,		
	20	Mr. Coffield?		
	21	MR. COFFIELD: No, sir.		
	22	MR. NUTTER: Are there any questions of		
	23	Mr. Jeffers? He may be excused.		
	24	Does anyone have anything they wish to offer		
	25	in Case 6669? We'll take the case under advisement.		
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REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a court reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the said hearing, prepared by me to the best of my ability from my notes taken at the time of the hearing.

Sally W. Boyd, C.S.R.

I do hereby certify that the foregoing is a complete record of the processings li the Examiner hearing of Case No. heard by me on Examiner Conservation Division

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LAW OFFICES

HINKLE, COX, EATON, COFFIELD & HENSLEY

POST OFFICE BOX 3580 MIDLAND, TEXAS 79702

ROSWELL, NEW N

ROSWELL, NEW MEXICO OFFICE 600 HINKLE BUILDING (808) 822-8510

OF COUNSEL

CLARENCE E.HINKLE

W. E. BONDURANT, JR. (1914-1973)

ONLY ATTYS. COFFIELD, MARTIN, BOZARTH, BOHANNON, FOSTER, ALLEN, ALLEN & BURFORD LICENSED IN TEXAS

August 23, 1979

Mr. Dan Nutter Chief Engineer Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501

ECEIVED INY 13 OIL CONSERVATION DIVISION SANTA FE

Re: Mesa Petroleum Co. Application for Amendment of Order R-6078 on Compulsory Pooling, Eddy County, New Mexico

Dear Dan:

LEWIS C. COX. JR.

PAUL W. EATON, JR.

STUART D. SHANOR

PAUL J.KELLY.JR.

JAMES H. BOZARTH

K-DOUGLAS PERRIN

JACQUELINE W ALLEN T. CALDER EZZELL, JR. WILLIAM B. BURFORD JOHN S. NELSON RICHARD E. OLSON

C. RAY ALLEN

DOUGLAS LILUNSFORD PAUL M. BOHANNON J. DOUGLAS FOSTER

C. D. MARTIN

CONRAD E.COFFIELD HAROLD L.HENSLEY, JR.

Per our telephone conversation in connection with the above referenced matter, I am enclosing triplicate executed counterparts of an Application, on behalf of Mesa, to amend Order No. R-6078 so that the amended Order will cover the entire Pennsylvanian formation (including the Morrow) as well as the Wolfcamp formation.

I trust that the enclosed Application covers everything necessary in order that the matter can be considered on the docket for the 19th of September. However, if anything in addition is needed, please call.

Thank you.

Very truly yours,

HINKLE, COX, EATON, COFFIELD & HENSLEY

Conrad E. Coffield

CEC:rh Enclosures

xc: Mr. Marion Causey Mesa Petroleum Co.

xc: Mr. John B. Huckabay, Jr. Mesa Petroleum Co.

BEFORE THE OIL CONSERVATION DIVISION . CONSERVATION DIVISION SANTA PE

DEPARTMENT OF ENERGY AND MINERALS

STATE OF NEW MEXICO

APPLICATION OF MESA PETROLEUM CO. FOR AMENDMENT OF ORDER NO. R-6078 ON COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

APPLICATION

ERALS Case 6669 Counter the Parm to course the Parm Mesa Petroleum Co., by its undersigned attorneys, makes application for an order amending Oil Conservation Division Order No. R-6078 in Case No. 6600.

1. Order No. R-6078 was issued on August 16, 1979, pooling all mineral interests in the Morrow formation underlying the Ek of Section 10, Township 16 South, Range 27 East, N.M.P.M., Diamond Mound Area, Eddy County, New Mexico, to form a standard 320 acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon.

Applicant makes application to have the above Order 2. amended to include the entire Pennsylvanian and Wolfcamp formations in the approved pooling.

The pooling of all interests in the Pennsylvanian 3. and Wolfcamp formations in the E½ of said Section 10 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.

4. Applicant requests that this matter be heard at the September 19, 1979 Examiner's hearing.

HINKLE, COX, EATON, COFFIELD & HENSLEY By: Conrad E. Coffield Post Office Box 3580 Midland, Texas 79702

Attorneys for Mesa Petroleum Co.

BEFORE THE OIL CONSERVATION DIVISION DEPARTMENT OF ENERGY AND MINERALS STATE OF NEW MEXICO

APPLICATION OF MESA PETROLEUM CO. FOR AMENDMENT OF ORDER NO. R-6078 ON COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case 6669

APPLICATION

Mesa Petroleum Co., by its undersigned attorneys, hereby makes application for an order amending Oil Conservation Division Order No. R-6078 in Case No. 6600.

1. Order No. R-6078 was issued on August 16, 1979, pooling all mineral interests in the Morrow formation underlying the E½ of Section 10, Township 16 South, Range 27 East, N.M.P.M., Diamond Mound Area, Eddy County, New Mexico, to form a standard 320 acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon.

2. Applicant makes application to have the above Order amended to include the entire Pennsylvanian and Wolfcamp formations in the approved pooling.

3. The pooling of all interests in the Pennsylvanian and Wolfcamp formations in the E½ of said Section 10 will avoid the drilling of unnecessary wells, prevent waste and protect correlative rights.

4. Applicant requests that this matter be heard at the September 19, 1979 Examiner's hearing.

HINKLE, COX, EATON, COFFIELD & HENSLEY By:

Conrad E. Coffield Post Office Box 3580 Midland, Texas 79702 Attorneys for Mesa Petroleum Co.

BEFORE THE OIL CONSERVATION DIVISION DEPARTMENT OF ENERGY AND MINERALS STATE OF NEW MEXICO

APPLICATION OF MESA PETROLEUM CO. FOR AMENDMENT OF ORDER NO. R-6078 ON COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

APPLICATION

Mesa Petroleum Co., by its undersigned attorneys, hereby makes application for an order amending Oil Conservation Division Order No. R-6078 in Case No. 6600.

1. Order No. R-6078 was issued on August 16, 1979, pooling all mineral interests in the Morrow formation underlying the E½ of Section 10, Township 16 South, Range 27 East, N.M.P.M., Diamond Mound Area, Eddy County, New Mexico, to form a standard 320 acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon.

2. Applicant makes application to have the above Order amended to include the entire Pennsylvanian and Wolfcamp formaticas in the approved pooling.

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HINKLE, COX, EATON, COFFIELD & HENSLEY By:

Conrad E. Coffield V Post Office Box 3580 Midland, Texas 79702 Attorneys for Mesa Petroleum Co.

Case 6669

STATE OF NEW MEXICO DRAFT ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION dr/ IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING: CASE NO. 6669 Order No. R- 6137 6078-4 APPLICATION OF MESA PETROLEUM COMPANY FOR THE AMENDMENT OF CRDER NO. R-6078, EDDY COUNTY, NEW MEXICO. Ku ORDER OF THE DIVISION BY THE DIVISION: This cause came on for hearing at 9 a.m. on September 19 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter NOW, on this _____ day of _____, 19 79 , the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises, FINDS: That due public notice having been given as required by (1) law, the Division has jurisdiction of this cause and the subject matter thereof. (2) That the applicant, Mesa Petroleum Company, amendment of Order No. R-6078 to pool seeks an xxxxdex xxxx all mineral interests in the Wolfcamp and Pennsylvanian formationsunderlying the E/2of Section 10 ___, Township 16 South , Range 27 East Eddy NMPM, County, New Mexico, rather than the Morrow formation only, as presently specified By Said order. (3) That & such amendment will not impair Aprilative rights was cause waste and should lee approved. TISTAGREFORE ORDERED: (1) That Order No.(1) an Page 3 of Division Other No. R-6078 is hereby revised to send in Other No. R-6078 is hereby revised to send in Cheren entirely as foccowa:

"(1) That all mineral interests, whatever they may be, in the Wolfcamp and Pennsylvanianformations underlying the E/2 of Section 10 , Township 16 South , Range 27 East NMPM, Diamond Mound Area, ___, Eddy County, New Mexico, are hereby pooled to form a standard 320- acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. " That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary. DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

Page 3 Examiner Hearing - Wednesday - September 19, 1979

Docket No. 36-79

CASE 6668: Application of Delta Drilling Company for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Bone Spring production for its SCB Unit Well No. 3 in Unit G of Section 23, Township 23 South, Range 28 East, and special rules therefor, including 80-acre spacing.

CASE 6669: Application of Mesa Petroleum Company for the amendment of Order No. R-6078, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-6078 to cover the Wolfcamp and Pennsylvanian formations in the compulsory pooling of the E/2 of Section 10, Township 16 South, Range 27 East, rather than the Morrow formation only.

CASE 6644: (Continued from September 5, 1979, Examiner Hearing)

Application of Tenneco 011 Corporation for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Fruitland and Pictured Cliffs production in the wellbores of its State K Com Well No. 12 located in Unit E of Section 16, Township 30 North, Range 9 West, and its Florence Well No. 60R in Unit L of Section 1, Township 29 North, Range 9 West.

- CASE 6670; Application of BTA Oil Producers for pool creation and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Devonian gas pool for its 7811 JV-P Rojo Well No. 1 located in Unit D of Section 27, Township 25 South, Range 33 East, and special rules therefor, including 640-acre gas well spacing.
- Application of Chapman and Schneider for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the Seven Rivers Reef formation in the open-hole interval from 3422 feet to 3504 feet in its I. B. Ogg "A" Well No. 3 located CASE 6671: in Unit E of Section 35, Township 24 South, Range 36 East, Jalmat Pool.
- Application of Coquina 011 Corporation for an exception to Rule 303C, Lea County, New Mexico. Applicant, CASE 6672: in the above-styled cause, seeks an exception to the Division's Rule 303C to permit its Vivian Well No. 1 located in Unit F of Section 30, Township 22 South, Range 38 East, in which Drinkard and Granite Wash production is commingled in the wellbore, to produce in excess of the 50-barrel limit imposed by said Tule
- Application of Conoco Inc. for a non-standard proration unit, unorthodox well locations, and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval CASE 6673: of a 440-acre non-standard gas proration unit comprising the SW/4 and S/2 NW/4 of Section 17 and the N/2 NE/4, SE/4 NE/4, and N/2 SE/4 of Section 18, all in Township 21 South, Range 36 East, Eumont Pool, to be simultaneously dedicated to the following wells at unorthodox locations: Meyer A-1 Wells Nos. 11 in Unit K of Section 17 and 6 and 14 in Units B and J of Section 18.

CASE 6580; (Continued from August 22, 1979, Examiner Hearing)

Application of Continental Oil Company for a carbon dioxide injection project, Les County, New Mexico. Applicant, in the above-styled cause, seeks authority to initiate a pilot carbon dioxide injection project in the Grayburg-San Andres formation in Units H and I of Section 20, Township 17 South, Range 32 East, Maljamar Pool, for tertiary recovery purposes.