

CASE 6695: MILLARD DECK OIL COMPANY FOR *any*
A NON-STANDARD GAS PRORATION UNIT, LEA
COUNTY, NEW MEXICO

Conf. to 10/21

Dismiss

CASE NO.

6695

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
17 October, 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Millard Deck Oil
Company for a non-standard gas
proration unit, Lea County,
New Mexico.

CASE
6695

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Applicant:

No Attorney for the Applicant

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Building
Santa Fe, New Mexico 87503

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 Plaza Blanca (SSE) 471-2462
Santa Fe, New Mexico 87501

1 MR. NUTTER: Call Case Number 6695.

2 MR. PADILLA: Application of Miller Deck
3 Oil Company for a non-standard gas proration unit, Lea
4 County, New Mexico.

5 MR. KELLAHIN: Tom Kellahin of Santa Fe,
6 New Mexico, appearing on behalf of the applicant.

7 Mr. Nutter, we'd request that this case
8 be continued to the next hearing on October 31st.

9 MR. NUTTER: Case Number 6695 will be con-
10 tinued to the Examiner Hearing scheduled to be held at this
11 same place at 9:00 o'clock a. m. on October 31, 1979.

12
13 (Hearing concluded.)
14
15
16
17
18
19
20
21
22
23
24
25

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3028 Plum Street (955) 471-4412
Santa Fe, New Mexico 87501

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a Court Reporter, DO HEREBY CERTIFY
that the foregoing and attached Transcript of the Hearing
before the Oil Conservation Division was reported by me;
that said transcript is a full, true, and correct record
of the 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.

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
2020 Plaza Del Mar, Suite 101
Santa Fe, New Mexico 87501

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 6695
heard by me on 10/17, 19 79.

[Signature], Examiner
Oil Conservation Division

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
17 October, 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Millard Deck Oil
Company for a non-standard gas
production unit, Lea County,
New Mexico.

CASE
6695

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Applicant:

No Attorney for the Applicant

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Building
Santa Fe, New Mexico 87503

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
200 Plaza Blanca, S.W. (805) 411-2402
Santa Fe, New Mexico 87501

1 MR. NUTTER: Call Case Number 6695.

2 MR. PADILLA: Application of Miller Deck
3 Oil Company for a non-standard gas proration unit, Lea
4 County, New Mexico.

5 MR. KELLAHIN: Tom Kellahin of Santa Fe,
6 New Mexico, appearing on behalf of the applicant.

7 Mr. Nutter, we'd request that this case
8 be continued to the next hearing on October 31st.

9 MR. NUTTER: Case Number 6695 will be con-
10 tinued to the Examiner Hearing scheduled to be held at this
11 same place at 9:00 o'clock a. m. on October 31, 1979.

12
13 (Hearing concluded.)
14
15
16
17
18
19
20
21
22
23
24
25

SALLY WALTON BOND
CERTIFIED SHORTHAND REPORTER
3030 Palm Bluffs (505) 411-4102
Santa Fe, New Mexico 87501

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of the hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the 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.
Sally W. Boyd, C.S.R.

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3010 Plaza Blanca (S.W.) 471-4403
Miami, Fla. New Mexico 87501

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6695 heard by me on 10/17 1974.
[Signature], Examiner
Oil Conservation Division



November 15, 1979

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Re: CASE NO. 6695
ORDER NO. R-6178

Millard Deck Oil Company

Yours very truly,

JOE D. RAMEY
Director

Hobbs OCD	<u>8</u>
Artesia OCD	<u>8</u>
Aztec OCD	

Other



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

November 15, 1979

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. Thomas Kellahin
Kellahin & Kellanin
Attorneys at Law
Post Office Box 1769
Santa Fe, New Mexico

Re: CASE NO. 6695
ORDER NO. R-6178

Applicant:

Millard Deck Oil Company

Dear Sir:

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

Yours very truly,

JOE D. RAMEY
Director

JDR/eq

Copy of order also sent to:

Hobbs OGD	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. 6695
Order No. R-6178

APPLICATION OF MILLARD DECK OIL
COMPANY FOR A NON-STANDARD GAS
PRORATION UNIT, LEA COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 31,
1979, at Santa Fe, New Mexico, before Examiner Richard L.
Stamets.

NOW, on this 14th day of November, 1979, the Division
Director, 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. 6695 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director



12/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
Oil Conservation Division
State Land Office Bldg.
Santa Fe, New Mexico
31 October 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Millard Deck Oil Com-) CASE
pany for a non-standard gas proration) 6695
unit, Lea County, New Mexico.)

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87503

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
2020 Plaza Blanca (505) 471-0461
Santa Fe, New Mexico 87501

1 MR. STAMETS: We'll call next Case 6695.

2 MR. PADILLA: Application of Millard Deck
3 Oil Company for a non-standard gas proration unit, Lea
4 County, New Mexico.

5 MR. STAMETS: The Division has received a
6 request that this case be dismissed, and it will be.

7
8 (Hearing concluded.)
9

10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3010 Plaza Blanca (S.E.) 411-4403
Miami, Fla., New Mexico 87501

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, Certified Shorthand 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 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.
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. 6695
heard by me on 10-31 1977.
Richard J. Hunt, Examiner
Oil Conservation Division

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3020 First Avenue (SOS) 471-4111
Santa Fe, New Mexico 87501

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
Oil Conservation Division
State Land Office Bldg.
Santa Fe, New Mexico
31 October 1979

EXAMINER HEARING

IN THE MATTER OF:

Application of Millard Deck Oil Com-) CASE
pany for a non-standard gas proration) 6695
unit, Lea County, New Mexico.)

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel for the Division
State Land Office Bldg.
Santa Fe, New Mexico 87503

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3030 Phelan Avenue (666) 471-4492
Santa Fe, New Mexico 87501

1 MR. STAMETS: We'll call next Case 6695.

2 MR. PADILLA: Application of Millard Deck
3 Oil Company for a non-standard gas proration unit, Lea
4 County, New Mexico.

5 MR STAMETS: The Division has received a
6 request that this case be dismissed, and it will be.
7

8 (Hearing concluded.)
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3030 Plaza Blanca (SOS) 471-4103
Santa Fe, New Mexico 87511

REPORTER'S CERTIFICATE

I, SALLY W. BOYD, Certified Shorthand 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 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. _____,
heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

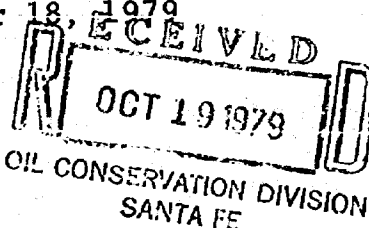
SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
3030 Plaza Blanca (955) 471-9492
Santa Fe, New Mexico 87501

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

KELLAHIN and KELLAHIN
Attorneys at Law
500 Don Gaspar Avenue
Post Office Box 1769
Santa Fe, New Mexico 87501

Telephone 982-4285
Area Code 505

October 18, 1979



Mr. Dan Nutter
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Millard Deck
NMOCD Case No. 6695

Dear Dan:

Our review of this application indicates that Mr. Deck is eligible for administrative approval of the requested non-standard gas proration unit for the Jalmat Gas Pool.

Accordingly, Mr. Deck will file an application for administrative approval with the Division's District Office.

Please dismiss this application.

Very truly yours,

W. Thomas Kellahin
W. Thomas Kellahin

WTK:eps

cc: Farris Nelson
Phillip R. Bishop, Esq.

*Dismissed
6695
JLH*

Docket No. 79-79

Dockets Nos. 42-79 and 43-79 are tentatively set for November 14 and 28, 1979. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 31, 1979

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- CASE 6706:** Application of Consolidated Oil & Gas, Inc. for alternate filing requirements under the Natural Gas Policy Act of 1978. San Juan, Rio Arriba, and Sandoval Counties, New Mexico. Applicant, in the above-styled cause, seeks an order adopting alternate filing requirements under the Natural Gas Policy Act of 1978 whereby infill wells drilled in the Blanco Mesaverde and Basin-Dakota Pools pursuant to the pool-wide infill drilling findings and rules promulgated for said pools by Division Orders Nos. R-1670-T and R-1670-V, respectively, would qualify as new onshore production wells.
- CASE 6707:** Application of Gulf Oil Corporation for a unit agreement, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Southeast Bisti Unit Area, comprising 7,048 acres, more or less, of State and Federal lands in Townships 24 and 25 North, Range 10 West.
- CASE 6708:** Application of Doyle Hartman for an unorthodox well location, non-standard proration unit, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the SW/4 NE/4 and SE/4 NW/4 of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, to be dedicated to a well to be drilled at an unorthodox location 2310 feet from the North line and 1650 feet from the East line of said Section 36; applicant further seeks a waiver of existing well spacing requirements and a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.
- CASE 6695:** (Continued from October 17, 1979, Examiner Hearing)
Application of Millard Deck Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard gas proration unit comprising the NE/4 NW/4 and NW/4 NE/4 of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6709:** Application of ENG Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 of Section 33, Township 16 South, Range 35 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 6710:** Application of ARCO Oil and Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinberry and Montoya production in the wellbores of the following wells on its State Lease: No. 3 located in Unit B, No. 6 located in Unit H, and No. 7 located in Unit A, all in Section 25, Township 25 South, Range 37 East.
- CASE 6711:** Application of Sun Oil Company of Delaware for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Mississippian test well to be located 660 feet from the North and East lines of Section 27, Township 14 South, Range 37 East, the E/2 of said Section 27 to be dedicated to the well.
- CASE 6712:** Application of Sun Gas Company for approval of infill drilling and simultaneous dedication, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well spacing requirements and a finding that the drilling of its N.M. Federal "N" Well No. 6-E to be located in Unit P of Section 6, Township 30 North, Range 12 West, Basin-Dakota Pool, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.
- CASE 6713:** Application of Depco Inc. for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the White Ranch Unit Area, comprising 18,962 acres, more or less, of State, Federal, and fee lands in Townships 12 and 13 South, Ranges 29 and 30 East.

CASE 6684: (Continued from October 2, 1979, Examiner Hearing)

Application of CO₂-In-Action, Inc. for creation of a new carbon dioxide gas pool and special pool rules, Harding County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the North Hueyeros-Santa Rosa CO₂ Gas Pool and the promulgation of special pool rules therefor, including a provision for 40-acre spacing and proration units. Said pool would comprise all or parts of Sections 1 thru 4, Township 20 North, Range 30 East, and Sections 8, 9, 10, 15, 16, 17, 20, 21, 22, 27, 28, 32, 33 and 34, Township 21 North, Range 30 East.

CASE 6714: Application of Jake L. Hamon for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow test well to be drilled 660 feet from the South and West lines of Section 20, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool, the S/2 of said Section 20 to be dedicated to the well.

Docket No. 40-79

Dockets Nos. 41-79 and 42-79 are tentatively set for October 31 and November 14, 1979. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 17, 1979

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

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for November, 1979, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for November, 1979, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 6693: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Pennsylvanian test well to be located 1130 feet from the South line and 1300 feet from the East line of Section 30, Township 17 South, Range 26 East, the S/2 of said Section 30 to be dedicated to the well.
- CASE 6694: Application of Yates Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp-Pennsylvanian formations underlying the S/2 of Section 35, Township 18 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 6695: Application of Millard Deck Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard gas proration unit comprising the NE/4 NW/4 and NW/4 NE/4 of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6696: Application of R. Q. Silverthorne for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Yates test well to be drilled 1310 feet from the South and West lines of Section 30, Township 18 South, Range 31 East, Shugart Pool.
- CASE 6697: Application of Conoco Inc. for an unorthodox location and dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Wells B-1 Well No. 5 at an unorthodox Devonian location 1650 feet from the North line and 660 feet from the East line of Section 1, Township 25 South, Range 36 East, to produce gas from the Devonian and Ellenburger formations, Custer Field, thru parallel strings of tubing, the E/2 of said Section 1 to be dedicated to the well.
- CASE 6671: (Continued from October 2, 1979, Examiner Hearing)
- 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 in Unit E of Section 35, Township 24 South, Range 36 East, Jalmat Pool.
- CASE 6698: Application of Stevens Oil Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the San Andres formation underlying the NE/4 SW/4 of Section 30, Township 8 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 6699: Application of Robert C. Anderson for two unorthodox gas well locations, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Ute Mountain Ute Well No. 1 located in the center of Unit L, and Well No. 3, located 2310 feet from the North and West lines, both in Section 14, Township 31 North, Range 16 West, the SW/4 of said Section 14 to be dedicated to Well No. 1 and the NW/4 to be dedicated to Well No. 3.

CASE 6680: (Continued from October 2, 1979, Examiner Hearing)

Application of Robert C. Anderson for surface commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the surface commingling of all production from his Ute Mountain Ute Lease, Wells Nos. 1, 3 and 4, located in Section 14, Township 31 North, Range 16 West.

CASE 6631: (Continued from August 22, 1979, Examiner Hearing)

Application of Reserve Oil, Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Jalmat gas and Langlie Mattix oil production in the wellbore of its Copper Jal Unit Well No. 149-306 located in Unit J of Section 18, Township 24 South, Range 37 East.

CASE 6700: Application of Doyle Hartman for an unorthodox well location, a non-standard proration unit, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 120-acre non-standard proration unit comprising the NW/4 NW/4 and S/2 NW/4 of Section 29, Township 25 South, Range 37 East, Jalmat Gas Pool, to be dedicated to a well to be drilled at an unorthodox location 2310 feet from the North line and 330 feet from the West line of said Section 29; applicant further seeks a waiver of existing well spacing requirements and a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of the existing proration unit which cannot be so drained by the existing well.

CASE 6701: Application of Doyle Hartman for compulsory pooling, non-standard gas proration unit, unorthodox well location, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Seven Rivers-Queen formations underlying the SE/4 of Section 30, Township 21 South, Range 36 East, Eumont Gas Pool, to form a 160-acre non-standard gas proration unit to be dedicated to his J. K. Rector Well No. 1 at an unorthodox location 2310 feet from the South line and 330 feet from the East line of said Section 30. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well. Applicant further seeks a waiver of existing well spacing requirements and a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of the existing proration unit which cannot be so drained by the existing well.

CASE 6676: (Continued from October 2, 1979, Examiner Hearing)

Application of Doyle Hartman for an unorthodox well location and a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard gas proration unit comprising the SW/4 NE/4 and SE/4 NW/4 of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, to be dedicated to a well to be drilled at an unorthodox location 2310 feet from the North line and 1650 feet from the East line of said Section 36.

CASE 6664: (Continued from September 19, 1979, Examiner Hearing)

Application of Doyle Hartman for an unorthodox well location, two non-standard proration units and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard proration unit comprising the NW/4 SW/4 of Section 27, Township 25 South, Range 37 East, Jalmat Pool, to be dedicated to El Paso Natural Gas Company's Harrison Well No. 1, and also a 120-acre unit comprising the E/2 SW/4 and SW/4 SW/4 of said Section 27 to be dedicated to a well to be drilled at an unorthodox location 330 feet from the South and West lines of the section; applicant further seeks a waiver of existing well spacing requirements and a finding that the drilling of said well is necessary to effectively and efficiently drain that portion of an existing proration unit which cannot be so drained by the existing well.

CASE 6662: (Continued from September 19, 1979, Examiner Hearing)

Application of Supron Energy Corporation for dual completion and downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Jicarilla "A" Well No. 22Y located in Unit K of Section 24, Township 26 North, Range 4 West, to produce gas from the Blanco Mesaverde Pool through tubing and to commingle and produce the Wildhorse Gallup and Basin-Dakota zones through a parallel tubing string.

CASE 6702: Application of El Paso Natural Gas Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of South Blanco-Pictured Cliffs and Blanco Mesaverde production in the wellbore of its San Juan 27-5 Unit Well No. 67 located in Unit B of Section 31, Township 27 North, Range 5 West.

CASE 6487: (Continued from July 25, 1979, Examiner Hearing)

Application of El Paso Natural Gas Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a waiver of existing well-spacing requirements and a finding that the drilling of its Shell E State Com Well No. 2 located in Unit N of Section 6, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6679: (Continued from October 2, 1979, Examiner Hearing)

Application of El Paso Natural Gas Company for a gas storage unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Washington Ranch Morrow Unit Area comprising the Morrow formation and the first 100 feet immediately above and below said formation underlying all or parts of Sections 21 thru 23, 26 thru 29, and 32 thru 36, Township 25 South, Range 24 East; Sections 1 thru 5 and 9 thru 14, Township 26 South, Range 24 East; and Sections 6, 7, and 18, Township 26 South, Range 25 East, Washington Ranch-Morrow Gas Pool, Eddy County, New Mexico. Said unit area would be for the purpose of conducting a gas storage project and would comprise 12,158 acres, more or less, of State, federal and fee lands.

CASE 6703: Application of El Paso Natural Gas Company for underground gas storage, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a gas storage project in the Morrow formation underlying its Washington Ranch Morrow Unit Area in Townships 25 and 26 South, Ranges 24 and 25 East, Washington Ranch-Morrow Gas Pool. Applicant further seeks the promulgation of rules governing the drilling and completion of wells going thru the Morrow formation and the first 100 feet immediately above and below said formation underlying the unit area into deeper formations, and the establishment of an administrative procedure for the consideration of exceptions to the Division's well spacing and casing and tubing requirements for its injection and withdrawal wells.

CASE 6704: Application of ARCO Oil and Gas Company for the amendment of Order No. R-6044, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-6044 which authorized the drilling of a horizontal drainhole in the Empire-Abo Pool. Applicant proposes to amend the target area prescribed by said order for the drainhole.

CASE 6705: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain pools in Chaves, Eddy, Lea, and Roosevelt Counties, New Mexico:

(a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Southwest Indian Flats-Morrow Gas Pool. The discovery well is Perry R. Bass Big Eddy Unit Well No. 48 located in Unit K of Section 10, Township 22 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM
Section 10: W/2

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka-Morrow production and designated as the South Kemnitz Atoka-Morrow Gas Pool. The discovery well is Tenneco Oil Company Kemnitz Deep Well No. 1 located in Unit G of Section 29, Township 16 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 29: E/2

(c) EXTEND the Anderson Ranch-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM
Section 3: S/2

(d) EXTEND the Angell Ranch-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 30: S/2

(e) EXTEND the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 23: S/2

- (f) EXTEND the East Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM
Section 22: S/2
Section 23: S/2
Section 28: E/2

- (g) EXTEND the Box Canyon-Permo Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM
Section 7: S/2
Section 18: N/2

- (h) EXTEND the Bluit-San Andres Associated Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM
Section 22: NE/4

- (i) EXTEND the Boyd-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM
Section 12: W/2

- (j) EXTEND the South Brunson-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 30: NE/4

- (k) EXTEND the Cato-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM
Section 4: NW/4

- (l) EXTEND the North Cemetery-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM
Section 18: All

- (m) EXTEND the Chaveroo-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM
Section 3: NW/4

- (n) EXTEND the South Culebra Bluff-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM
Section 34: E/2

- (o) EXTEND the Diamond Mound-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM
Section 11: All

- (p) EXTEND the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 18: SW/4

- (q) EXTEND the Eagle Creek-Permo Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM
Section 36: N/2

- (r) EXTEND the South Empire-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
Section 19: N/2

- (a) EXTEND the South Eunice-San Andres Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 12: SW/4
- (t) EXTEND the East Grana Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM
Section 35: N/2
Section 36: N/2
TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM
Section 2: SW/4
- (u) EXTEND the Imperial Tubb-Drinkard Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Section 22: SW/4
- (v) EXTEND the West Indian Basin-Morrow Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM
Section 14: W/2
- (w) EXTEND the Kemnitz-Cisco Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 8: SE/4
Section 9: SW/4
- (x) EXTEND the Langlie-Ellenburger Gas Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 20: E/2
- (y) EXTEND the Langlie Mattix Pool in Lea County, New Mexico, to include therein:
TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 32: SW/4
- (z) EXTEND the North Loving-Morrow Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM
Section 8: S/2
Section 16: E/2
- (aa) EXTEND the Penasco Draw-Atoka Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM
Section 21: W/2
- (bb) EXTEND the Penasco Draw-Morrow Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 18 SOUTH, RANGE 24 EAST, NMPM
Section 25: S/2
Section 36: All
- (cc) EXTEND the Penasco Draw San Andres-Yaso Associated Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM
Section 31: SE/4
- (dd) EXTEND the South Peterson-Furcalman Pool in Roosevelt County, New Mexico, to include therein:
TOWNSHIP 5 SOUTH, RANGE 33 EAST, NMPM
Section 30: SW/4
- (ee) EXTEND the South Peterson-Pennsylvanian Pool in Roosevelt County, New Mexico, to include therein:
TOWNSHIP 5 SOUTH, RANGE 33 EAST, NMPM
Section 31: N/2 SE/4 and S/2 NE/4

(ff) EXTEND the Red Lake-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM
Section 31: W/2

(gg) EXTEND the Shugart-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM
Section 27: W/2
Section 33: E/2
Section 34: W/2 and SE/4
Section 35: All

(hh) EXTEND the North Teague-Devonian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Section 21: NE/4

(ii) EXTEND the Tomahawk-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM
Section 31: SW/4

(jj) EXTEND the Travis-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM
Section 13: N/2 S/2

Jason Kellahin
W. Thomas Kellahin
Karen Aubrey

RECEIVED
SEP 19 1979
KELLAHIN and KELLAHIN
Attorneys at Law
500 Don Gaspar Avenue
Post Office Box 1769
OIL CONSERVATION DIVISION
SANTA FE

Telephone 982-4285
Area Code 505

September 18, 1979

Mr. Joe Ramey
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Millard Deck Oil Company

Dear Joe:

Please set the enclosed Application for hearing on
October 17, 1979.

Very truly yours,

WTK
W. Thomas Kellahin

WTK:eps
Enclosure

cc: Mr. William Bishop
Mr. Farris Nelson
Mr. W. F. Carr

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

RECEIVED
SEP 19 1979
OIL CONSERVATION DIVISION
SANTA FE

IN THE MATTER OF THE APPLICATION
OF MILLARD DECK OIL COMPANY FOR
NON STANDARD GAS PRORATION UNIT,
LEA COUNTY, NEW MEXICO.

Case 6695

A P P L I C A T I O N

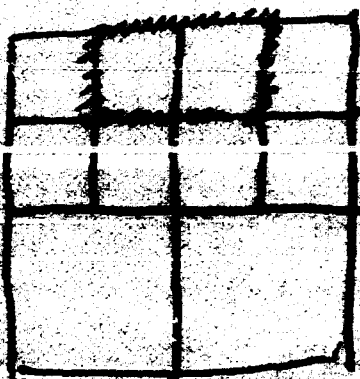
COMES NOW MILLARD DECK OIL COMPANY by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for a non-standard gas proration unit, Jalmat Gas Pool, Lea County, New Mexico and would show:

1. Appliant is the operator of the NE/4NW/4 and NW/4NE/4 of Section 36, T24S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

2. Applicant desires to drill a Jalmat Gas Well at a standard location within the subject tract and to dedicate said acreage to an 80 acre non-standard gas proration unit.

3. That approval of the Application is in the best interests of conservation, prevention of waste and protection of correlative rights.

WHEREFORE applicant requests that this matter be set for hearing and after notice and hearing that the Application be granted.



Respectfully submitted,

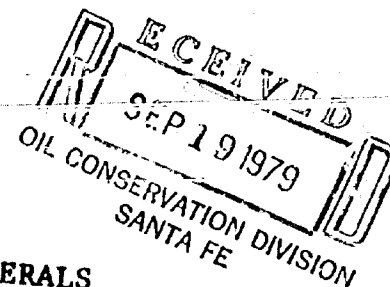
KELLAHIN & KELLAHIN

By W. Thomas Kellahin

W. Thomas Kellahin
P. O. Box 1769
Santa Fe, New Mexico 87501

Attorneys for Applicant

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



IN THE MATTER OF THE APPLICATION
OF MILLARD DECK OIL COMPANY FOR
NON STANDARD GAS PRORATION UNIT,
LEA COUNTY, NEW MEXICO.

Case 6695

A P P L I C A T I O N

COMES NOW MILLARD DECK OIL COMPANY by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for a non-standard gas proration unit, Jalmat Gas Pool, Lea County, New Mexico and would show:

1. Applicant is the operator of the NE/4NW/4 and NW/4NE/4 of Section 36, T24S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.
2. Applicant desires to drill a Jalmat Gas Well at a standard location within the subject tract and to dedicate said acreage to an 80 acre non-standard gas proration unit.
3. That approval of the Application is in the best interests of conservation, prevention of waste and protection of correlative rights.

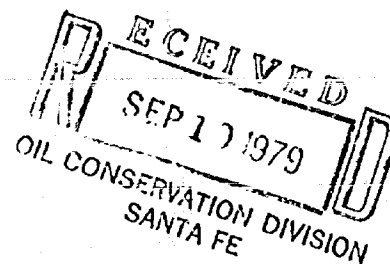
WHEREFORE applicant requests that this matter be set for hearing and after notice and hearing that the Application be granted.

Respectfully submitted,

KELLAHIN & KELLAHIN

By W. Thomas Kellahin
W. Thomas Kellahin
P. O. Box 1769
Santa Fe, New Mexico 87501

Attorneys for Applicant



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

IN THE MATTER OF THE APPLICATION
OF MILLARD DECK OIL COMPANY FOR
NON STANDARD GAS PRORATION UNIT,
LEA COUNTY, NEW MEXICO.

Case 6695

A P P L I C A T I O N

COMES NOW MILLARD DECK OIL COMPANY by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for a non-standard gas proration unit, Jalmat Gas Pool, Lea County, New Mexico and would show:

1. Applicant is the operator of the NE/4NW/4 and NW/4NE/4 of Section 36, T24S, R36E, NMPM, Jalmat Gas Pool, Lea County, New Mexico.
2. Applicant desires to drill a Jalmat Gas Well at a standard location within the subject tract and to dedicate said acreage to an 80 acre non-standard gas proration unit.
3. That approval of the Application is in the best interests of conservation, prevention of waste and protection of correlative rights.

WHEREFORE applicant requests that this matter be set for hearing and after notice and hearing that the Application be granted.

Respectfully submitted,
KELLAHIN & KELLAHIN

By W. Thomas Kellahin
W. Thomas Kellahin
P. O. Box 1769
Santa Fe, New Mexico 87501

Attorneys for Applicant

DRAFT

dr/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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

JOR

CASE NO. 6695

Order No. R- 6128

APPLICATION OF MILLARD DECK OIL COMPANY
FOR A NON-STANDARD GAS PRORATION UNIT,
LEA COUNTY, NEW MEXICO.

Don

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 31,
19 79, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this _____ day of November, 1979, the Division
Director, 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. 6695 is hereby dismissed.

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