CASE 6837: CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO





SOVENION

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

May 14, 1980

POST OFFICE 90X 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Mr. Jason Kellahin Kellahin & Kellahin Attorneys at Law Post Office Box 1769 Santa Fe, New Mexico ORDER NO. R-6334

CASE NO.

Applicant:

Curtis Little

6837

Dear Sir:

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

Re:

Pours very truly, 1 JOE D. RAMEY Director

JDR/fd

Copy of order also sent to:

Hobbs OCD	X ::
Artesia OCD	X
Aztec OCD	g

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. 6837 Order No. R-6334

APPLICATION OF CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 23, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 13th day of May, 1980, 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. 6837 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 11 JOE D. HAMEY Director

8 E A L fd/

	÷.	• Page	1
	1 2 3	STATE OF NEW MEXICO ENERGY AND MINERALS DEPART OIL CONSERVATION DIVISIO STATE LAND OFFICE BLDG SANTA FE, NEW MEXICO 23 Aprîl 1980)N
	5	EXAMINER HEARING	
	6 7 8	IN THE MATTER OF: Application of Curtis Little for compulsory pooling, Rio Arriba)))) CASE) 6837
	9	County, New Mexico.	2 . 2
YD, C.S.R. 33-15 35-700 55-700	10 11	BEFORE: Richard L. Stamets	
W. BOYD R. I Box 193-1 Fe, New Merids tone (303) 455-1	12		•
Santa Pho	13	TRANSCRIPT OF HEARING	
	14	APPEARANCES	
and a second	16	ander and an ender a second second An ender a second sec An ender a second se	
	17	State Land O	l to the Divisio ffice Bldg.
н м на	10	Santa Fe, Ne	w Mexico 87501
•	20		
	21		
	22		
	23		
	24		

MR. STAMETS: Call next Case 6837. MR. PADILLA: Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. MR. STAMETS: The applicant has requested that this case be dismissed, and it shall be.

(Hearing concluded.)



REPORTER'S CERTIFICATE

SALLY W. BOYD, C.S.R

Pao

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing 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.

Sally hi Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6837 heard by me on 4-33 1980.

Oll Conservation Division

	a a seconda da seconda Esta da seconda da second	nga ya Tanƙi Man		
	na fur	2	Page1	
		2	STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 23 April 1980	
	· ·		EXAMINER HEARING	
		5		
		7	IN THE MATTER OF: Application of Curtis Little for) CASE compulsory pooling, Rio Arriba) 6837 County, New Mexico.)	•
	W. BOYD, C.S.R. Rt. 1 Box 193-B Fe, New Mexico 87501 bone (503) 455-7409	9 10 11	BEFORE: Richard L. Stamets	
)	r W. BO Rt. 1 Box I Fe, New M	12 13	TRANSCRIPT OF HEARING	
	SALLY Sente Ph	14	AFPEARANCES	
		15		
		16 17 18	For the Oil Conservation Division: Ernest L. Padilla, Esq. Legal Counsel to the Division State Land Office Bldg. Santa Fe, New Mexico 37501	
		19		· .
		20		
	•	21 22		
	÷.,	23		
		24	4	×
		2	25	

-

· · · ·

MR. STAMETS: Call next Case 6837. MR. PADILLA: Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. MR. STAMETS: The applicant has requested that this case be dismissed, and it shall be.

(Hearing concluded.)



1

2

3

Æ

5

6

7

9

REPORTER'S CERTIFICATE

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Satur Fe, New Mexico 87501 Phone (505) 455-7409 I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing 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.

> I do hereby contributing that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. heard by me on ______10

Oll Conservation Division

TAPPAS!

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT 2 OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. 3 SANTA FE, NEW MEXICO 9 April 1980 EXAMINER HEARING 5 6 IN THE MATTER OF: 7 Application of Curtis Little for com-) pusory pooling, Rio Arriba County, CASE - } 6837 New Mexico. 9 SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fc, New Merdon 87501 Phone (505) 455-7409 10 BEFORE: Daniel S. Nutter 11 12 TRANSCRIPT OF HEARING 13 14 APPEARANCES 15 16 For the Oil Conservation Ernest L. Padilla, Esq. Division: 17 Legal Counsel to the Division State Land Office Bldg. 18 Santa Fe, New Mexico 87501 19 For the Applicant: 20 W. Thomas Kellahin, Esq. KELLAHIN & KELLAHIN 21 500 Don Gaspar Santa Fe, New Mexico 87501 22 For Gulf Oil Corp.: 23 William F. Carr, Esq. CAMPBELL & BLACK P. A. 24 Jefferson Place Santa Fe, New Mexico 87501 28

MR. NUTTER: Call next Case Number 6837. MR. PADILLA: Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico.

MR. KELLAHIN: Tom Kellahin, appearing on behalf of the applicant, and I have one witness to be sworn.

(Witness sworn.)

MR. CARR: May it please the Examiner, I'm William F. Carr, Campbell and Black, P. A., appearing on behalf of the Gulf Oil Corporation, and we would at this time move that the case be continued for two weeks.

In support of our motion we would state that William Kastler, the attorney for Gulf Oil Corporation, was called to Denver and is unable to be here; that as the record of this case will show, negotiations have been going on for some period of time to try to bring the Gulf interest voluntarily into the proposed pooled unit. To date -- until recently, the best offer made was not acceptable to Gulf, but at present there appears to be a compromise in the offing, whereby there will be a land swap, and as a result of this, Gulf will voluntarily join.

We would submit that either Gulf will reach an agreement or that they will be in a position where

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fc, New Mexico 87501 Phone (505) 455-7409 1

2

3

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

they will have to bring the matter back for hearing at a later date, and for this reason, we would ask the case be continued.

1

2

3

5

8

9

10

11

12

13

14

15

18

17

18

19

20

21

22

23

24

25

SALLY W. BOYD, C.S.F

MR. KELLAHIN: If the Examiner please, we would oppose the continuation, or further continuation, of this case for the following reasons:

The case was first scheduled for hearing on March 10th, 1980, and pursuant to Gulf's request at that time we continued it to March 26th.

In accordance with directions from Mr. Curtis Little I wrote to Gulf on, I believe, March 10th, indicating what we understood to be the results of an agreement between Gulf and Curtis Little. I received no response to that letter, including today's date.

On March 26th, just prior to the hearing date, we received a second request from Gulf for another continuance, which we again gave them. We heard nothing more from Gulf until yesterday prior to the hearing, in which they again requested a third continuance.

At this point, Mr. Examiner, we're willing to continue our negotiations with Gulf, but we believe that in order to get their attention and to have them diligently either negotiate a settlement with us or to proceed with the dualing of this well under compulsory pooling, we would like to continue and present our case today.

MR. NUTTER: Mr. Carr? 2 MR. CARR: Mr. Nutter, we would simply 3 emphasize that if the case is not continued and agreement is not reached, the whole matter will have to be heard once again before -- by this Commission, and we submit the most efficient way to do it would be to continue for an additional two weeks. MR. NUTTER: Mr. Kellahin, I believe that we will honor Mr. Carr's request for a continuance. We'll continue the case to April the 23rd; however, I admonish all parties that there will be no 12 further continuance of this case.

1

4

5

6

7

8

9

10

11

13

14

15

16

17

18

19

20

21

22

23

24

25

SALLY W. BOYD, C.S.

That's at the Examiner Hearing scheduled to be held at this same place at 9:00 o'clock a. m. April 23rd, 1980.

It will be heard on April 23rd.

(Hearing concluded.)

REPORTER'S CERTIFICATE

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe, New Merico 87501 Phone (503) 455-7409

清白

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing 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.

Sweey W. Boyd C.S.E.

I do hereby certify that the foregoing is Maas in a corritor (196 (196)) 197 19.50 a conclusic frearing of 19 ", Examiner heard by nie on. Oil Conservation Division ple site

			-	
en la secona de la s				<u>.</u>
	1	ENERGY AND MIL OIL CONSERV	NEW MEXICO NERALS DEPARTMENT ATION DIVISION OFFICE BLDG.	
	3	SANTA FE, 9 Apr	NEW MEXICO HI 1980 R HEARING	
	6 7 8 9	IN THE MATTER OF: Application of Curti pusory pooling, Rio New Mexico.) S Little for com-) CASE Arriba County,) 6837)	
W. BOYD, C.S.R. Rt. 1 Box 193-B Fe, New Mettoo 87501 hone (503) 435-1409	10 11 12	BEFORE: Daniel S. Nutter TRANSCRIP	PT OF HEARING	
SALLY Santa F	13	APPE	ARANCES	• • • • • • • •
	15 16 17	For the Oil Conservation Division:	Ernest L. Padilla, Esq. Legal Counsel to the Division State Land Office Bldg. Santa Fe, New Mexico 87501	
ĩ.	18 19 20 21	For the Applicant:	W. Thomas Kellahin, Esq. KELLAHIN & KELLAHIN 500 Don Gaspar Santa Fe, New Mexico 87501	
	22 23 24	For Gulf Oil Corp.:	William F. Carr, Esq. CAMPBELL & BLACK P. A. Jefferson Place Santa Fe, New Mexico 87501	
	25			

in a sur a marina a sur a s

.

MR. NUTTER: Call next Case Number 6837. MR. PADILLA: Application of Curtis

Pag

Little for compulsory pooling, Rio Arriba County, New Mexico. MR. KELLAHIN: Tom Kellahin, appearing on

behalf of the applicant, and I have one witness to be sworn.

(Witness sworn.)

MR. CARR: May it please the Examiner, I'm William F. Carr, Campbell and Black, P. A., appearing on behalf of the Gulf Oil Corporation, and we would at this

time move that the case be continued for two weeks. In support of our motion we would state

that William Kastler, the attorney for Gulf Oil Corporation, Was called to Denver and is unable to be here; that as the record of this case will show, negotiations have been going on for some period of time to try to bring the Gulf interests voluntarily into the proposed pooled unit. To date --- until recently, the best offer made was not acceptable to Gulf, but at present there appears to be a compromise in the offing, whereby there will be a land swap, and as a result of this, Gulf will voluntarily join.

We would submit that either Gulf will reach an agreement or that they will be in a position where

SALLY W. BOYD, C.S.R Rt. 1 Box 193-B Sants Fe, New Merico 57501 Phone (305) 455-7409 2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

they will have to bring the matter back for hearing at a later date, and for this reason, we would ask the case be continued.

1

2

5

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe. New Mexico 87501 Phone (305) 455-7409 MR. KELLAHIN: If the Examiner please, we would oppose the continuation, or further continuation, of this case for the following reasons:

The case was first scheduled for hearing on March 10th, 1980, and pursuant to Gulf's request at that time we continued it to March 26th.

In accordance with directions from Mr. Curtis Little I wrote to Gulf on, I believe, March 10th, indicating what we understood to be the results of an agreement between Gulf and Curtis Little. I received no response to that letter, including today's date.

On March 26th, just prior to the hearing date, we received a second request from Gulf for another continuance, which we again gave them. We heard nothing more from Gulf until yesterday prior to the hearing, in which they again requested a third continuance.

At this point, Mr. Examiner, we're willing to continue our negotiations with Gulf, but we believe that in order to get their attention and to have them diligently either negotiate a sottlement with us or to proceed with the dualing of this well under compulsory pooling, we would like to continue and present our case today. MR. NUTTER: Mr. Carr?

2

3

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

SALLY W. BOYD, C.S.R.

ita Fe, New Mexico 8750 Phone (505) 455-7409 MR. CARR: Mr. Nutter, we would simply emphasize that if the case is not continued and agreement is not reached, the whole matter will have to be heard once again before -- by this Commission, and we submit the most efficient way to do it would be to continue for an additional two weeks.

MR. NUTTER: Mr. Kellahin, I believe that we will honor Mr. Carr's request for a continuance.

We'll continue the case to April the 23rd; however, I admonish all parties that there will be no further continuance of this case.

It will be heard on April 23rd.

That's at the Examiner Hearing scheduled to be held at this same place at 9:00 o'clock a. R. April 23rd, 1980.

(Hearing concluded.)

2 REPORTER'S CERTIFICATE 3 I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that 5 the foregoing Transcript of Rearing before the Oil Conserva-6 tion Division was reported by me; that the said transcript 7 is a full, true, and correct record of the hearing, prepared 8 by me to the best of my ability. 9 SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B 10 ta Fe, New Mexico 3750 Phone (505) 455-7409 11 12 13 14 15 and him for aboling is I do hereby cardin 16 a complate r 19.80 the Examinar a 17 heard by me Examiner 18 Oil Conservation Division 19 20 21 22 23 24 25

Docket No. 12-80

Docksts Nos, 13-80 and 14-80 are tentatively set for May 7 and 21, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 23, 1980

9 A.H. - 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 6803: (Continued from February 13, 1980, Examiner Rearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit EPROC Associates, Hartford Accident and Indemnity Company, and all other interested parties to appear and show cause why its Monsanto State H Well No. 1 located in Unit E of Section 2, Township 30 North, Range 16 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6866: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Hare and McCoy and all other interested parties to appear and show cause why the H. L. Hare Well No. 2 located in Unit B of Section 23, Township 29 North, Range 11 West, Sin Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6867: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit all interested parties to appear and show cause why the following abandoned wells drilled by unknown party or parties and located in Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program: a well in the SW/4 of Section 24, a well in the SE/4 of Section 22, and a well in the SE/4 of Section 28.

CASE 6850: (Continued from April 9, 1980, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack F. Grimm, N. B. Hunt, George R. Brown, Am-Arctic, Ltd., The Travelers Indemnity Company, and all other interested parties to appear and show cause why the Mobil 32 Well No. 1 located in Unit D of Section 32, Township 25 South, Range 1 East, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

- CASE 6870: Application of Bass Enterprises Production Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Bass State 36 Well No. 1 located in Unit E of Section 36, Township 15 South, Range 34 East, to produce oil from the Townsend-Wolfcamp Pool and gas from an undesignated Morrow pool thru the tubing and casing-tubing annulus, respectively, by means of a cross-over assembly.
- CASE 6871: Application of Bass Enterprises Production Company to amend Order No. R-5693, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to amend Order No. R-5693 to remove the restriction as to the time limit in which salt water may be disposed into Big Eddy Unit Well No. 56 located in Unit G of Section 35, Township 21 South, Range 28 East.
- CASE 6872: Application of Amoco Production Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its State "HQ" Well No. 1 located in Unit P of Section 26, Township 18 South, Range 34 East, Airstrip Field, to produce Bone Springs and Wolfcamp oil thru parallel strings of tubing.
- CASE 6873: Application of Harvey E. Yates Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Travis Deep Well No. 5, a Morrow test to be drilled 660 feet from the South line and 1650 feet from the East line of Section 12, Township 18 South, Range 28 East, the S/2 of said Section 12 to be dedicated to the well.
- CASE 6874: Application of HNG 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 E/2 of Section 6, Township 22 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.

Page 2 of 14

Examiner Hearing - Wednesday - April 23, 1980

CASE 6853: (Continued from April 9, 1980, Examiner Hearing)

Application of Caribou Four Corners, Inc. for compulsory pooling, San Juan County, New Mexico, Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Cha Cha-Gallup Pool underlying the N/2 NE/4 of Section 18, Township 29 North, Range 14 West, 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 6875: Application of Maurice L. Brown Co. for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the San Andres formation underlying the SE/4 NW/4 of Section 4, Township 9 South, Range 34 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 6876: Application of Maurice L. Brown Co. for compulsory ponling, Les County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Vada-Pennsylvanian Pool underlying the SW/4 of Section 5, Township 9 South, Range 34 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 6467: (Reopened and Readvertised)

In the matter of Case 6467 being reopened pursuant to the provisions of Order No. R-5958 which order created the Grama Ridge-Bone Spring Pool in Lea County with temporary special rules therefor providing for 160-acre spacing. All interested parties may appear and show cause why the Grama Ridge-Bone Spring Pool should not be developed on 40-acre spacing units.

- CASE 6877: Application of Florida Exploration Company for compulsory pooling and unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp thru Ellenburger formations underlying the N/2 of Section 11, Township 25 South, Range 35 East, to be dedicated to a well to be drilled at an unorthodox location 1200 feet from the North and West lines of said Section 11. 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 6878: Application of Stevens Oil Company for a non-standard gas proration unit, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard gas proration unit comprising the N/2 SW/4 and S/2 NW/4 of Section 25, Township 8 South, Range 28 East, Twin Lakes-San Andres Associated Pool, to be dedicated to its O'Brien "F" Well No. 4 located in Unit K of said Section 25.
- <u>CASE 6879</u>: Application of Jake L. Hamon for a tubingless completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to produce his Amerada Federal Well No. 2 located in Unit F of Section 17, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool, thru 4 1/2-inch drill pipe cemented in the hole.
- CASE 6861: (Continued from April 9, 1980, Examiner Hearing)

Application of Zia Energy, Inc. for pool creation, special pool rules, and an NGPA determination, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new San Andres oil pool for its State "C" Well No. 1 located in Unit F of Section 17, Township 22 South, Range 37 East, and special rules therefor, including a provision for a limiting gas-oil ratio of 10,000 to 1. Applicant further seeks a new onshore reservoir determination for said State "C" Well No. 1.

(CASE 6837: (Continued from April 9, 1980, Examiner Hearing)

Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the W/2 of Section 7, Township 25 North, Range 3 West, 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. Page 3 of 14

Examiner Hearing - Wednesday - April 23, 1980

Docket No, 12-80

CASE 6487: (Continued from February 13, 1980, 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, Town-ship 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 6868:

In the matter of the hearing called by the Oil Conservation Division on its own motion for an order contracting and extending certain pools in San Juan, Rio Arriba, Sandoval, and McKinley Counties, New Mexico:

(a) CONTRACT the Bisti-Farmington Pool in San Juan County, New Mexico, by deleting:

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 20: W/2

(b) CONTRACT the Blanco-Pictured Cliffs Pool in San Juan and Rio Arriba Counties, New Mexico, by deleting:

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM Section 35: NW/4

(c) EXTEND the Albino-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP	32	NORTH,	RANCE	8	WEST,	NMPM
Section	24:	₩/2				
Section	25:	₩/2				
Section	26:	SE/4				
Section	36:	₩/2				

(d) EXTEND the Aztec-Fruitland Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM Section 17: S/2

(e) EXTEND the Aztec-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM Section 34: NW/4 TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPH

SE/4 Section 6: TOWNSHIP 31 NORTH, RANGE 11 WEST, NMPM

Section 7: SW/4 Section 17: S/2

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPM Section 23: NE/4

(f) EXTEND the Ballard-Pictured Cliffs Pool in Rio Arriba, Sandoval, and San Juan Counties, New Mexico, to include therein:

> TOWNSHIP 26 NORTH, RANGE 8 WEST, NMPM Section 15: NW/4

(g) EXTEND the Bisti-Farmington Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 29: 5/2 Section 30: SE/4 and W/2

(h) EXTEND the Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM Section 22: NW/4

Docket No. 12-80

Page 4 of 14 Examiner Hearing - Wednesday - April 23, 1980

(i) EXTEND the Blanco-Fruitland Pool in San Juan County, New Mexico, to include therein:

			- A A44315	•	してくて	NMPN
TOWNSHIP	29	NORTH.	KANGE	7	REDI	
TOMUSUIL			No. of Concession, name			

Section	1:	sw/4
Section	2:	SE/4

TOWNSHIP 30 NORTH, RANGE 9 WEST, NHPM Section 10: SW/4 Section 16: NW/4

(j) EXTEND the Blanco Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, to include

therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 3: N/2 Section 5: N/2 ALL Section 6: Section 7: ALL W/2 Section 8: TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM Section 4: All

TOWNSHIP 27 NORTH, RANCE 2 WEST, NHPM Section 17: E/2

(k) EXTEND the Blanco-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM Section 10: EE/4 and S/2

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM Section 20: NE/4

TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM Section 19: All Section 29: NW/4 Section 30: N/2

TOWNSHIP 30 NORTH, RANGE 9 WEST, NMPM Section 10: SW/4 Section 24: E/2

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM Section 8: NW/4

TOWNSHIP 31 NORTH, RANGE 9 WEST, MPM Section 7: NE/4 Section 19: NW/4

TOWNSHIP 31 NORTH, RANGE 10 WEST, NMEM Section 24: E/2 and SW/4

TOWNSHIP 31 NORTH, RANGE 11 WEST, NMPM Section 15: SW/4

Section 18: NE/4 Section 21: NE/4 Section 22: NE/4

TOWNSHIP 31 NORTH, RANGE 12 WEST, NMPH Section 1: N/2

TOWNSHIP 32 NORTH, RANCE 10 WEST, NMPM Section 33: S/2

Page 5 of 14 Examiner Hearing - Wednesday - April 23, 1980

Docket No. 12-80

TOWNSHIP 32 NORTH, RANGE 12 WEST, NAPM Section 10: E/2 Section 11: All Section 13: SW/4 Section 14: All Section 24: NW/4 Section 25: N/2 Section 26: NE/4 Section 35: E/2 and SW/4

(1) EXTEND the South Blanco-Pictured Cliffs Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, to include therein:

> TOWNSHIP 23 NORTH, RANGE 1 WEST, NMPM Section 19: E/2 Section 30: NE/4

> TOWNSHIP 23 NORTH, RANGE 2 WEST, NMPM Section 26: NE/4

> TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM Section 36: NW/4

> TOWNSHIP 27 NORTH, RANGE 7 WEST, NMPM Section 12: SE/4

> TOWNSHIP 28 NORTH, RANGE 6 WEST, NMPM Section 34: NE/4

(m) EXTEND the East Blanco-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 4 WEST, NMPM Section 4: W/2 TOWNSHIP 31 NORTH, RANGE 4 WEST, NMPM

Section 33: SW/4

(n) EXTEND the Bloomfield-Farmington Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM Section 25: SE/4

(o) EXTEMD the Campo-Gallup Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 4 WEST, NMPM Section 12: SE/4 Section 13: NE/4

(p) EXTEND the Cha-Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 14 WEST, NMPM Section 18: N/2 SW/4 and NW/4 SE/4

TOWNSHIP 29 NORTH, RANGE 15 WEST, NMPM Section 13: NE/4 and N/2 SE/4

(q) EXTEND the Chacon-Dakota Associated Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM Section 25: NW/4 Section 26: NE/4 Section 34: SW/4 Section 35: NE/4 Section 36: NW/4 TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM

Section 20: E/2 Section 34: NW/4 (r) EXTEND the Choza Mesa-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

_____ Docket No. 12-80

TOWNSHIP 28	NORTH,	RANGE	3	WEST,	NPM
Section 19:	S/2		_		
Section 30:	N/ 2				
TOWNSHIP 28	NORTH,	RANGE	4	WEST,	NHPH
Section 9:	E/2				
Section 10:	ATT				
Sec. 1041 10.					

Section 16: E/2 Section 21: NE/4

Page 6 of 14

Examiner Hearing - Wednesday - April 23, 1980

(s) EXTEND the Escrito-Gallup Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 7 WEST, NHPM Section 21: SW/4

(t) EXTEND the Fulcher Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM Section 25: SE/4 Section 36: NE/4 and S/2

(u) EXTEND the Gobernador-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 5 WEST, NMPM Section 4: N/2 and SE/4

Section 4: N/2 and SE/4 Section 5: N/2 Section 6: N/2 Section 15: S/2 Section 23: NW/4 and SE/4 Section 25: NW/4 TOWNSHIP 29 NORTH, RANCE 6 WEST, NMPM

Section 1: NE/4

TOWNSHIP 30 NORTH, RANGE 5 WEST, NMPM Section 31: SW/4

(v) EXTEND the Harper Hill Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

> TOWNSHIP 30 NORTH, RANCE 14 WEST, NNPM Section 27: SE/4 Section 34: NE/4 Section 35: SW/4

(w) EXTEND the Harris Mesa-Chacra Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27	NORTH,	RANGE	9	WEST, NMPM
Section 11:	S/2			
Section 12:	SW/4			
Section 13:	N/2			
Section 14:	NE/4			

(x) EXTEND the West Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM Section 24: 5/2

(y) EXTEND the Largo-Chacra Pool in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 7 WEST, NAPH Section 28: SE/4

(z) EXTEND the South Lindrith Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM Section 21: SW/4 Section 27: N/2 Page 7 of 14 Examiner Hearing - Wednesday - April 23, 1980

Docket No. 12-80

(as) EXTEND the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, to include therein;

TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM Section 17: NW/4

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM Section 3: SW/4 Section 5: S/2 Section 6: S/2 Section 7: N/2 and SW/4 Section 8: N/2 Section 11: SW/4 Section 14: NE/4 Section 24: SW/4

TOWNSHIP 25 NORTH, RANGE 4 WEST, NMPM Section 23: NW/4 Section 30: SW/4 Section 31: SE/4

(bb) EXTEND the South Los Pinos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 7 WEST, NMPMSection 1:W/2Section 10:SE/4Section 11:N/2TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPMSection 26:SE/4

(cc) EXTEND the Otero-Chacra Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM Section 23: N/2 Section 25: N/2 and SE/4

Section 34: SE/4

(dd) EXTEND the Otero-Gallup Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 5 HEST, NMPM Section 2: N/2 NW/4

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM Section 22: NE/4 Section 23: NW/4 Section 34: W/2 SW/4 and SE/4 Section 35: SW/4 SW/4

(ee) EXTEND the Rusty-Chacra Pool in Sandoval County, New Mexico, to include therein:

TOWNSHIP 22 NORTH, RANGE 6 WEST, NMPMSection 18:Section 19:AllSection 20:SW/4Section 28:NW/4Section 29:N/2Section 30:NE/4TOWNSHIP 22 NORTH, RANGE 7 WEST, NMPMSection 10:S/2Section 11:SW/4Section 14:W/2Section 15:SE/4Section 20:NE/4

Page 8 of 14 Examiner Hearing - Wednesday - April 23, 1980

Docket No. 12-80

(ff) EXTEND the Star-Mesaverde Oil Pool' in McKiniey County, New Mexico, to include therein:

TOWNSHIP 19 NORTH, RANCE 6 WEST, NMPM

Section 16: N/2 NE/4

(gg) EXTEND the Ute Dome-Dakota Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 14 WEST, NMPM Section 25: W/2

(hh) EXTEND the WAW Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

> TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 19: S/2 and N#/4 Section 30: NW/4 Section 31: NE/4 Section 36: NW/4 TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM Section 2: \$/2 Section 3: S/2 Section 9: NE/4 Section 10: N/2 Section 11: A11 Section 12: W/2 Section 13: NW/4 Section 14: N/2 Section 24: E/2 TOWNSHIP 27 NORTH, RANCE 13 WEST, NMPM Section 7: W/2 and SE/4 Section 17: W/2 and SE/4 Section 20: E/2 Section 21: W/2

Section 28: All

CASE 6869: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, contracting and extending the vertical and horizontal limits of certain pools in Chaves, Eddy, Lea, and Roosevelt Counties, New Mexico:

> (a) CREATE a new pool in Lea County, New Mexico, classified zs an oil pool for Wolfcamp production and designated as the East Anderson Ranch-Wolfcamp Pool. The discovery well is Holly Energy, Inc. Pogo State Well No. 1 located in Unit H of Section 19, Township 16 South, Range 33 East, NMPH. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 19: NE/4

(b) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the Bull's Eye-San Andres Pool. The discovery well is Ralph Nix Union Happy Well No. 1 located in Unit O of Section 1, Township 8 South, Range 28 East, NMPM. Said pool would comprise:

> TOWNSHIP 8 SOUTH, RANGE 28 EAST, NMPM Section 1: SE/4 and S/2 NE/4 Section 12: NE/4 TOWNSHIP 8 SOUTH, RANGE 29 EAST, NMPM Section 6: W/2 SW/4 Section 6:

Section 7: W/2 NW/4

(c) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres Produc-tion and designated as the Cary-San Andres Pool. The discovery well is Zia Energy, Inc. State C Well No. 1 located in Unit F of Section 17, Township 22 South, Range 37 East, NMPM. Said pool would comprise:

> TOWNSHIP 22 SOUTH, RANGE 37 EAST, - NMPH Section 17: NW/4

Page 9 of 14 Examiner Hearing - Wednesday - April 23, 1980

Docket No. 12-80

(d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Grayburg production and designated as the Diamond Mound-Grayburg Gas Pool. The discovery well is Mesa Petroleum Company Sink Federal Well No. 1 located in Unit I of Section 9, Township 16 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NNPM Section 9: SE/4

(e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Diamond Mound-Morrow Gas Pool. The discovery well is Mesa Petroleum Company Derrick Federal Com Well No. 1 located in Unit K of Section 5, Township 16 South, Range 28 East, NMPN. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM Section 5: Lots 3, 4, 5, 6, 11, 12, 13, and 14

(f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Abo production and designated as the Copher-Abo Gas Pool. The discovery well is Mesa Petroleum Company Catclaw State Well No. 1 located in Unit G of Section 31, Township 17 South, Range 24 East, NNPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM Section 31: NE/4

(g) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Upper Pennsylvanian production and designated as the Grayburg-Upper Pennsylvanian Pool. The discovery well is Depco, Inc. Conoco State Well No. 1 located in Unit K of Section 15, Township 17 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM Section 15: SW/4

(h) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Drinkard production and designated as the Hardy-Drinkard Pool. The discovery well is Amoco Production Company State C Tr. 11 Well No. 11 located in Unit X of Section 2, Township 21 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM Section 2: SE/4 Section 11: NE/4

(i) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Logan Draw-Atoka Gas Pool. The discovery well is Mesa Petroleum Company Maralo Federal Com Well No. 1 located in Unit L of Section 22, Township 17 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 27 FAST, NMPM Section 22: W/2

(j) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for Queen production and designated as the Rabbit Flats-Queen Pool. The discovery well is Rapid Company, Inc. Copelan State Well No. 1 located in Unit C of Section 31, Township 10 South, Range 27 East, NMPM. Said pool would comprise:

> TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM Section 31: NE/4 NW/4 and N/2 NE/4

(k) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Ross Draw-Wolfcamp Gas Pool. The discovery well is Florida Gas Exploration Company Ross Draw Unit Well No. 7 located in Unit J of Section 26, Township 26 South, Range 30 East, NMPM. Said pool would comprise:

> TOWNSHIP 26 SOUTH, RANGE 30 EAST, NMPH Section 26: S/2 Section 27: All

Page 10 of 14

Examiner Hearing - Wednesday - April 23, 1980

(1) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Sand Point-Morrow Gas Pool. The discovery well is Perry R. Bass Big Eddy Unit Well No. 72 located in Unit R of Section 3, Township 21 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANCE 28 EAST, NHPM Section 3: S/2

(m) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Mississippian production and designated as the Sand Ranch-Mississippian Gas Pool. The discovery well is MGF Oil Corporation Bikar Federal Well No. 1 located in Unit G of Section 14, Township 10 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANCE 29 EAST, NMPM Section 14: N/2

(n) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the North Tom Tom-San Andres Pool. The discovery well is NRM Petroleum Corporation Mooney Well No. 1 located in Unit A of Section 17, Township 7 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 7 SOUTH, RANGE 31 EAST, NMPM Section 17: NE/4

(o) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Bone Springs production and designated as the Tonto-Bone Springs Pool. The discovery well is Amoco Production Company Nellis A Federal Well No. 1 located in Unit E of Section 8, Township 19 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 8: NW/4

(p) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Mississippian production and designated as the Townsend-Mississippian Gas Pool. The discovery well is Allen K. Trobaugh Eidson Com Well No. 1 located in Unit G of Section 28, Township 16 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 28: NE/4

(q) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Fusselman production and designated as the Wantz-Fusselman Pool. The discovery well is N. B. Hunt Mittie Weatherly Well No. 8 located in Unit G of Section 21, Township 21 South, Range 37 East, NMPM. Said pool would comprise:

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

(r) EXTEND the Airstrip-Lower Bone Springs Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 25: NW/4

(s) EXTEND the West Arkansas Junction-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 36 EAST, NMPM Section 28: NW/4

(t) EXTEND the Avalon-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

(u) EXTERD the Bar U-Pennsylvanian Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM Section 31: N/2 Page 11 of 14 Examiner Hearing - Wednesday - April 23, 1980

E.

The sector

Docket No. 12-80

(v) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 20: NE/4

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

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM Section 11: All

(x) EXTEND the East Caprock-Pennsylvanian Pool in Les County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANCE 32 EAST, NMPM Section 14: SW/4 Section 23: W/2

(y) CONTRACT the horizontal limits of the Cato-San Andres Pool in Unaves County, New Mexico, by the deletion of the following described area:

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NNPM Section 5: NW/4

and EXTEND the horizontal limits of said pool to include therein:

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

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

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NNPM Section 34: NW/4

(aa) EXTEND the Commanche Stateline Tansill-Yates Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM Section 21: NW/4

(bb) EXTEND the South Culebra Bluff-Bone Springs Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM Section 22: NE/4 Section 23: NW/4

(cc) EXTEND the Custer-Devonian Gas Pool in Lea County, New Maxico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM Section 25: W/2

(dd) EXTEND the Double L-Queen Associated Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM Section 1: W/2, SW/4 NE/4 and W/2 SE/4

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

TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM Section 3: All

(ff) EXTEND the South Eunice-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 10: SE/4

(gg) EXTEND the East Gem-Morrow Gas Pool in Les County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EASI, NMPM Section 26: S/2

(hh) EXTEND the East Grams Ridge-Morrow Gas Pool in Les County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 1: W/2 Page 12 of 14 Examiner Hearing - Wednesday - April 23, 1980

Docket No. 12-80

(ii) EXTEND the Gramm Ridge-Wolfcamp Gaw Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 36: N/2 and SE/4

(jj) EXTEND the Hobbs-Drinkard Pool in Les County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 38 EAST, NIPH Section 34: W/2

TOWNSHIP 19 SONTH, RANCE 38 EAST, MPM Section 3: NW/4

(kk) EXTEND the Jalmat Yates-Seven Rivers Pool in Les County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 36 EAST, NMPM Section 28: S/2 NW/4

(11) EXTEND the Justis-Paddock Pool in Les County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM Section 25: S/2

TOWNSHIP 25 SOUTH, RANGE 38 EAST, NMPM Section 30: SW/4

(mm) EXTEND the Langley-Devonian Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM Section 17: S/2 Section 28: N/2

(nn) EXTEND the Langley-Ellenburger Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM Section 17: S/2

(oo) EXTEND the Leamex-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANCE 33 EAST, NMPM Section 21: N/2 N/2

(pp) EXTEND the Logan Draw-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMTM Section 20: All Section 21: S/2 Section 28: E/2 Section 33: E/2

(qq) EXTEND the Northeast Lovington-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 18: NE/4

(rr) EXTEND the Parkway-Strawn Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 25: SW/4

(ss) EXTEND the West Parkway-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 21: S/2 Section 22: All Page 13 of 14 Examiner Hearing - Wednesday - April 23, 1980

Define his

Docket No. 12-80

(tt) EXTEND the South Peterson-Fusselman Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 5 SOUTH, RANGE 32 EAST, NMPM Section 25: SE/4

(uu) EXTEND the North Quail Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 12: E/2

TOWNSHIP 19 SOUTH, RANCE 34 EAST, MMTH Section 7: W/2

(vv) EXTEND the South Salt Lake-Morrow Gas Pool in Les County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 32 EAST, NMPM Section 25: SW/4 Section 36: NW/4

(ww) EXTEND the Scoggin Araw-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NNPM Section 3: E/2 Section 10: E/2

(xx) EXTEND the Shugart Yates-Seven Rivers Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM Section 35: N/2 NE/4

(yy) EXTEND the vertical limits of the Sioux-Yates Pool in Lea County, New Mexico, to include the Tansill formation and redesignate said pool as the Sioux Tansill-Yates Pool, and extend the horizontal limits of said pool to include therein:

> TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM Section 16: N/2 and SE/4

(22) EXTEND the Tom-Tom San Andres Pool in Chaves County, New Hexico, to include therein:

TOWNSHI			31	EAST,	NMPM
Section	25:	NW/4	 		
Section	26:	SE/4			
Section	28	S7/4			
S.,					

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM Section 5: NW/4 and N/2 SW/4

(asa) EXTEND the West Tonto-Pennsylvanian Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 18: NE/4

(bbb) EXTEND the Turkey Track-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP	19	SOUTH,	RANCE	29	EAST,	NMPM
Section	11:	A11				Į.
Section	14:	E/2				

(ccc) EXTEND the North Turkey Track-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 27: S/2

(ddd) EXTEND the Warren-Tubb Gas Pool in Los County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANCE 38 EAST, NHPH Section 20: NE/4 Page 14 of 14 Examiner Hearing - Wednesday - April 23, 1980

(eee) EXTEND the White Ranch-Hississippian Gas Pool in Chaves County, New Mexico, to include therein;

Docker No. 12-80

TOWNSHIP 11 SOUTH, RANCE 29 EAST, NHPM Section 34: E/2

(fff) EXTEND the Wilson-Strawn Pool in Les County, New Mexico, to include therein;

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NHMM Section 12: SE/4 Section 13: NE/4

and a second sec		an an an Anna Anna Anna Anna Anna	in the second		
	;	<i>₹</i> 1			
an a	« . : . ;»	n an		a search a search -	en Norden and an and an and an and and Norden and an
				Page	1
	1 2 3		ENERGY AND M OIL CONSEF STATE LAN SANTA FE	OF NEW MEXICO INERALS DEPARTM VATION DIVISION D OFFICE BLDG. , NEW MEXICO ICh 1980	ENT
	4			ER HEARING	
	6	. 			.)
	7	THE MATTER OF		s Little for))) CASE
		compulse	New Mexico.) 6837)
6 . 30	10				-
W. BOYD, C. Rt. 1 Box 19-B Fr. New Morito #75	11	ORE: Richard	L. Stamets		
N. N.	90 12 101 13		TRANSCRIPT	F OF HEARING	
SALL	14	and a second second second	an an an an an an Aragan An Aragan		
	14		АРРЕА	RANCES	
	16				
		the Oil Conse Division:	ervation	State Land O	1 to the Division
	19				
	20				
4	22				
	23				
	24 25		:		

MR. STAMETS: Call next Case 6837.
MR. PADILLA: Application of Curtis Little
for compulsory pooling, Rio Arriba County, New Mexico.
MR. STAMETS: Applicant in this case has
mR. STAMETS: Applicant in this case has
requested it be continued to the April 9th Examiner Hearing
and it shall be.

· 20

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Sunta Fe, New Mendoo 87501 Phone (503) 455-7409 (Hearing concluded.)
REPORTER'S CERTIFICATE

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe, New Mexico 87501 Phone (305) 455-7409 I, SALLY W. BOYD, C.S.R. DO HEREBY CERTIFY that the foregoing 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.

Sarry W. Boyd C.S.R.

I de hereby certify that the foregoing is a complete record of the proceedings in Examiner hearing of Case No. 6837 3-26 19.80. nie off.

Examiner Z Tam Contervation Division

1 STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT 2 OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. 3 SANTA FE, NEW MEXICO 26 March 1980 4 EXAMINER HEARING 5 8 IN THE MATTER OF: 7 Application of Curtis Little for CASE) compulsory pooling, Rio Arriba 6837) County, New Mexico.) \$ SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe, New Merico 87501 Phone (303) 455-7409 10 BEFORE: Richard L. Stamets 11 12 TRANSCRIPT OF HEARING 13 14 APPEARANCES 15 16 For the Oil Conservation Ernest L. Padilla, Esq. 17 Legal Counsel to the Division Division: State Land Office Bldg. 18 Santa Fe, New Mexico 87501 19 20 21 22 23 24 25

MR. STALETS: Call next Case 6837. MR. PADILLA: Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. MR. STAMETS: Applicant in this case has requested it be continued to the April 9th Examiner Hearing and it shall be. (Hearing concluded.) . SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe, New Metico 77501 Phone (503) 455-1409

REPORTER'S CERTIFICATE I, SALLY W. BOYD, C.S.R. DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conserva-tion 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. SALLY W. BOYD, C.S.R. Rt. 1 Box 193-B Santa Fe, New Merico 87501 Phone (503) 455-7409 I do hereby certify that the foregoing is a complete record of the procaecings in the Examiner Maring of Case No. heard by me on. Construction in the

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT 1 OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 2 12 March 1980 3 EXAMINER HEARING 4 5 6 IN THE MATTER OF: Application of Curtis Little for com-) CASE 6837 pulsory pooling, Rio Arriba County, 7 New Mexico. 8 9 SALLY W. BOYD, C.S.R. Rt. 1 Box 192-B Santa Fe, New Medico \$1501 Phone (500) 455-7409 BEFORE: Daniel S. Nutter 10 11 TRANSCRIPT OF HEARING 12 13 APPEARANCES 44 15 Ernest L. Padilla, Esq. Legal Counsel to the Division For the Oil Conservation 16 State Land Office Bldg. Santa Fe, New Mexico 87501 Division: 17 18 19 20 21 22 23 24 25

		n an	
		Baca 2	
\sim			
		MR. NUTTER: Call next Case Number 6837.	
	2	MR. PADILLA: Application of Curtis	
	3 Little for compul-		
	• Little for comput	sory pooling, Rio Arriba County, New Mexico.	
		MR. KELLAHIN: I'm Tom Kellahin, appearin	
	5 on behalf of the	applicant.	
		We'd request that this case be continued	
	7 to the next Event		
	7 to the next Exami		
		MR. NUTTER: Case Number 6837 will be	
n an	continued to the	Examiner Hearing scheduled to be held at	
œ	10 this same place a	this same place at 9:00 o'clock a. m. March 26th, 1980.	
C.5	11		
OVD 34195-10 31455-10			
	12	(Hearing concluded.)	
SALLY Saute 1 Press	13		
S	 March 1998 And Anna State (1998) And Anna State (1998) And Anna State (1998) Anna State Anna State (1998) Anna State (1998) A		
	15		
	16		
	17		
	18		
	19		
4			
	20		
	21		
	22		
	23		
	24		
	25		

REPORTER'S CERTIFICATE Ż 3 I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that 4 the foregoing Transcript of Hearing before the Oil Conserva-5 tion Division was reported by me; that the said transcript 6 is a full, true, and correct record of the hearing, prepared 7 by me to the best of my ability. Ż 9 Sweey W. Boyd C.S.R 10 11 12 13 I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case to 6837heard by greeon 312 80. 34 16 18 Heren Examiner, Examiner Oll Conservation Division 17 18 19 20 21 22. 23 24 25

SALLY W. BOYD, C.S.R. Rt. I Box 193-B STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 12 March 1980

EXAMINER HEARING

IN THE MATTER OF: Application of Curtis Little for com-) CASE pulsory pooling, Rio Arriba County,) 6837 New Mexico.

BEFORE: Daniel S. Nutter

1

2

3

4

5

7

8

.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

Ü

SALLY W. BOYD,

ż

TRANSCRIPT OF HEARING

APPEARANCES

For the Oil Conservation Division: Ernest L. Padilla, Esq. Legal Counsel to the Division State Land Office Bldg. Santa Fe, New Mexico 87501 MR. NUTTER: Call next Case Number 6837. MR. PADILLA: Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. MR. KELLAHIN: I'm Tom Kellahin, appearing

on behalf of the applicant.

S/LLY W. BOYD, C.S.R.

We'd request that this case be continued to the next Examiner Hearing,

MR. NUTTER: Case Number 6837 will be continued to the Examiner Hearing scheduled to be held at this same place at 9:00 o'clock a. m. March 26th, 1980.

(Hearing concluded.)

REPORTER'S CERTIFICATE I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conserva-tion 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. SALLY W. BOYD, C.S. Rt. 1 Box 193-B Santa Fe, New Mexico 87501 Phone (505) 455-7409 forescing is 1 do horoly cont a contenta. the Lyan Examiner heard by Coll Conservation Division

Dockets Nos, 12-80 and 13-80 are tentatively set for April 23 and May 7, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - VEDNESDAY - APRIL 9, 1980 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. Stameta, Allerinate Examiner: CASE 6850: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack F. Grimm, N. B. Hunt, George R. Brown, Am-Arctic, Ltd., The Travelers Indemnity Company, and In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack F, Grimm, N. B. Hunt, Gongacia, Brown, Am-Arctic, Ltd., The Travelers Indemnity Company, and all other intercated parties to appear and show cause why the Hobil 32 Well No. 1 located in Unit D ut Section 32, Township 25 South, Range 1 East, Dona Ana County, should not be plugged and abandoned all other inversed parties to appear and show cause why the Mobil 32 Well No. 1 located in Unit D ut Section 32, Township 25 South, Kange 1 East, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program. CASE 6851: In the matter of the hearing called by the Oil Conservation Division on its own motion to consider amendments to its SPECIAL RULES FUR APPLICATIONS FOR WELLHEAD PRICE CEILING CATEGORY DETERMINATIONS

In the matter of the hearing called by the Oil Conservation Division on its own motion to consider amendments to its SPECIAL RULES FOR APPLICATIONS FOR WELLHEAD PRICE CEILING CATEGORY DETERMINATIONS as promulgated by Division Order No. R-5878 and amended by R-5878-A. The proposed amendments would amendments to its SPECIAL RULES FUR APPLICATIONS FUR WELLHEAD PRICE CEILING CATEGORY DETERMINATIONS as promulgated by Division Order No. R-5878 and amended by R-5878-A. The proposed amendments make said SPECIAL RULES conform to FERC Order No. 65 which promulgated final regulations demodments would menting filing requirements of the Natural Gas Policy Act of 1978. CASE 6852: In the matter of the hearing called by the Oil Conservation Division on its own motion to consider special rules and procedures for the designation of "tight formations" or "tight sands" to consider the Ratural Gas Policy Act of 1978. CASE 6853:

Application of Caribou Four Corners, Inc. for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Cha Cha Gallup Pool underlying the N/2 NE/4 of Section 18, Township 29 North, Range 14 West, to be Cha Cha-cated to a well to be drilled at a standard location thereon. Also to be considered will be the Gallup Pool underlying the N/2 NE/4 of Section 18, Township 29 North, Range 14 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be dedicating costs and completing said well and the allocation of the cost thereof as well as actual applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6854:

Application of Jack A. Cole for an unorthodox Ras well location, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Apache

Application of Jack A. Cole for an unorthodox Ras well location, Rio Arriba County, New Mexico Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Mexico. Wills Well No. 6, 1326 feet from the North line and 1843 feet from the West line of his Apache Township 23 North, Range 3 West, Ballard-Pictured Cliffs Pool, the NW/4 of said Section 17 to be Hills Well No. 6, 1326 feet from the North line and 1843 feet from the West line of Section 17, Township 23 North, Range 3 West, Ballard-Pictured Cliffs Pool, the NW/4 of said Section 17, dedicated to the well, CASE 6841: (Continued from March 26, 1980, Examiner Hearing) Application of CIG Exploration, Inc., for two non-standard Ras provation units, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of two non-standard gas provation of Section 1 and the second being 219.92 acres comprising Lots 1 thru 8 of Section 2, for the Wolfcamp, Pennsylvanian, and Mississippian formations, each unit to be dedicated to a well to be

drilled at a standard location thereon,

CASE 6855:

CASE 6856:

of Section 1 and the second being 219,92 acres comprising Lots 1 thru 8 of Section 2, for the Wolfcamp, Pennsylvanian, and Hississippian formations, each unit to be dedicated to a well to be drilled at a standard location thereon. Application of Dome Petroleum Corporation for an unorthodox well location, McKinley County, New Mexico, Applicant, in the above-styled cause, seeks approval for the unorthodox location of Section 3, Township 21 North, Range 10 West, Application of Texaco Inc. for downhole commingling, Lea County, New Mexico, Applicant, in the above-styled cause, seeks approval for the downhole cormingling of Blinebry, Tubb-Drinkard, and

Application of Texaco Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole cormingling of Blinebry, Tubb-Drinkard, in the wellbore of its C. C. Fristoe "B" Federal KCT-2 Well No. 6 located in Unit H of Section 34, Township 24 South, Range 37 East, Justia Field. Application of Holly Energy, Inc. for an unorthodox gaz well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Mexico. Well No. 1, 4 Morrow test to be drilled 660 feet from the South line and 990 feet from the East line of Section 14, Township 18 South, Range 28 East, the S/2 of said Section 14 to be dedicated

Well No. 1, 4 Morrow test to be drilled 660 feet from the South line and 990 feet from the East line of Section 14, Township 18 South, Range 28 East, the S/2 of said Section 14 to be dedicated to the well.

CASE 6857:

Page 2 of 3 Examiner Hearing - Wednesday - April 9, 1980

CASE 6843: (Continued from March 26, 1980, Examiner Hearing)

Application of Yates Petroleum Corporation for two compulsory poolings, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Yeso formation underlying two 40-acre proration units, the first being the SE/4 SE/4 and the second being the SW/4 SE/4 of Section 6, Township 19 South, Range 25 East, Penasco Draw Field, each unit 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 wells 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 wells and a charge for risk involved in drilling said vells.

Ducket No. 9-80

CASE 6838: Application of H. L. Brown, Jr. for gas well commingling, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Bluitt-Wolfcamp gas and condensate production from ten federal wells located as follows: Units K and P of Section 33 and L of 34, Township 7 South, Range 37 East; Units U and L of Section 3, C and J of 4, I of 5, C of 9 and C of 10; and one fee well in D of 10, all in Township 8 South, Range 37 East. Applicant would separate and meter the gas and condensate production from each well, then recombine the well's stream and commingle all wells into a small gasoline plant. Allocation of gas and condensate to each well would be on the basis of wellhead meter readings and allocation of gasoline plant production would be on the basis of gas production and BTU content at each well.

CASE 6859: Application of R & G Drilling Company for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 1890 feet from the North line and 1830 feet from the East line of Section 28, Township 28 North, Range 11 West, Kutz-Fruitland Pool, the NE/4 of said Section 28 to be dedicated to the well.

Application of Flag-Redfern Oil Company for an exception to Order No. R-3221. Eddy County. New CASE 6860: Mexico. Applicant, in the above-styled cause, meeks an exception to Order No. R-3221 to permit disposal of produced brine into an unlined surface pit located in Unit P of Section 3, Township 19 South, Range 31 East.

CASE 6861: Application of Zia Energy, Inc. for pool creation, special pool rules, and an NGPA determination, Les County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new San Andres oil pool for its State "C" Well No. 1 located in Unit F of Section 17, Township 22 South, Range 37 East, and special rules therefor, including a provision for a limiting gas-oil ratio of 10,000 to 1. Applicant further seeks a new onshore reservoir determination for said State "C" Well No. 1.

CASE 6837: (Continued from March 26, 1980, Examiner Hearing)

Application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Oakota formation underlying the W/2 of Section 7, Township 25 North, Range 3 West, 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.

Application of ARCO Oil and Gas Company for an unorthodox oil well location, Lea County, New CASE 6862: Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its State 157 "D" Well No. 11 drilled 2123 feet from the South line and 1644 feet from the East line of Section 12, Township 22 South, Range 36 East, Drinkard Pool, the NW/4 SE/4 of said Section 12 to be dedicated to the well,

CASE 6863: Application of Bass Enterprises Production Co. for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Big Eddy Unit Well No. 72 located in Unit R of Section 3, Township 21 South, Range 28 East, to produce undesignated Atoka and Morrow gas thru parallel strings of tubing.

CASE 6864:

Application of Grace Petroleum Corporation for an unorthodox gas well location, Lea County, New Mezico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Smith Ranch Well No. 11, to be drilled 1980 feet from the North line and 660 feet from the West line of Section 11, Township 20 South, Range 33 East, Teas-Penn Gas Pool, the N/2 of said Section 11 to be dedicated to the well.

Page 3 of 3 Examiner Hearing - Wednesday - April 9, 1980

CASE 6846: (Amended)

In the matter of Case No. 6846 being amended to reflect that the location for the unorthodox location of the well on the second unit is 330 feet from the North line and 2310 feet from the East line of Section 13, Township 21 South, Range 36 East, Lea County.

CASE 6846: (Continued from March 26, 1980, Examiner Hearing)

Application of Doyle Hartman for two compulsory poolings, two non-standard gas provation units, and two unorthodox well locations, Les County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Eumont Gas Pool underlying two 80-acre nonstandard gas proration units, the first being the S/2 NE/4 of Section 13, Township 21 South, Range 36 East, to be dedicated to a well to be drilled at an unorthodox location 1650 feet from the North line and 2310 feet from the East line of said Section 13, and the second being the N/2 NE/4 of said Section 13 to be dedicated to a well to be drilled at an unorthodox location 330 feet from the North line and 2310 feet from the East line of said Section 13. Also to be considered will be the cost of drilling and completing said wells 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 wells and a charge for risk involved in drilling said wells.

CASE 6865:

Application of Getty Oil Company to reopen Case No. 6608, Lea County, New Mexico. Applicant, in the above-styled cause, seeks to reopen Case No. 6608 for consideration of the establishment of maximum efficient rates of withdraval from the Grama Ridge-Wolfcamp Gas Pool.

Docket No. 10-80

Docket No. 9-80

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 16, 1980

8:45 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM. STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

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

ALLOWABLE: (1) Consideration of the allowable production of gas for May, 1980, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.

> (2) Consideration of the allowable production of gas for May, 1980, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

Docket No. 11-80

DOCKET: COMMISSION HEARING - WEDNESDAY - APRIL 16, 1980

OIL CONSERVATION COMMISSION - 9 A.H. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 6609: (DE NOVO) (Continued from March 11, 1980, Commission Hearing)

Application of Napeco Inc. for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Strawn oil pool for its Benson Deep Unit Well No. 1 located in Unit O of Section 33, Township 18 South, Range 30 East, and apecial rules therefor, including 160-acre spacing and standard well locations.

Upon application of Yates Petroleum Corporation and Napeco Inc. this case will be heard De Novo pursuant to the provisions of Rule 1220. Applicants allege this is not an "oil" pool but is a "volatile" oil pool.

Docket No. 8-80

Dockets Nos. 9-80 and 10-80 are tentatively set for April 9 and 23, 1980. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 26, 1980

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 6838: Application of Amax Chemical Corporation for the amendment of Order No. R-111-A, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-111-A to extend the boundaries of the Potash-Oil Area by the inclusion of certain lands in Sections 11, 12, and 13, Township 19 South, Range 30 East, and Sections 7 and 18, Township 19 South, Range 31 East.
- CASE 6839: Application of Kimbell Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Otero-Chacra and South Blanco-Pictured Cliffs production in the wellbore of its Salazar Well No. 4-26 to be located in Unit D of Section 26, Township 25 North, Range 6 West.
- <u>CASE 6840</u>: Application of Union Texas Petroleum 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 wellbore of its Johnston Federal Well No. 11Y located in Unit N of Section 7, Township 31 North, Range 9 West.
- CASE 6841: Application of CIG Exploration, Inc. for two non-standard gas proration units, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of two non-standard gas proration units in Township 16 South, Range 28 East, the first being 219.6 acres comprising Lots 1 thru 8 of Section 1 and the second being 219.92 acres comprising Lots 1 thru 8 of Section 2, for the Wolfcamp, Pennsylvanian, and Mississippian formations, each unit to be dedicated to a well to be drilled at a standard location thereon.
- CASE 6842: Application of ARCO Oil and Gas Company for an unorthodox gas well location, simultaneous dedication, and approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its W. C. Roach Well No. 6, 660 feet from the North line and 1980 feet from the West line of Section 21, Township 20 South, Range 37 East, Eumont Gas Pool, to be simultaneously dedicated with its W. C. Roach Well No. 1 in Unit D to the W/2 of said Section 21. Also sought are findings that the proposed well is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing unit well.
- <u>CASE 6843</u>: Application of Yates Petroleum Corporation for two compulsory poolings, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Yeso formation underlying two 40-acre proration units, the first being the SE/4 SE/4 and the second being the SW/4 SE/4 of Section 6, Township 19 South, Range 25 East, Penasco Draw Field, each unit 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 wells 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 wells and a charge for risk involved in drilling said wells.
- CASE 6844: Application of Arrowhead Oil Corporation for two exceptions to Order No. R-111-A and an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the cesing-cementing rules of Order No. R-111-A to complete its Creek Federal Well No. 3 at an unorthodox location 250 feet from the North line and 2350 feet from the East line and its Creek Federal Well No. 4 to be drilled in Unit G, both in Section 23, Township 18 South, Range 30 East, by setting surface casing at a depth of approximately 600 feet and production casing at total depth. The production casing would have cement circulated back to the potash zone in the salt section.
- CASE 6845: Application of Harathon Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 800 feet from the North line and 200 feet from the East line of Section 30, Township 21 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, all of Section 30 or that portion thereof which may be reasonably presumed productive of gas from said pool to be dedicated to the well.

a sec a sec a sec a secondar a se

Serser: \$1. Smill

المعالية المحمد المحم المحمد المحم المحمد المحم المحمد المحم المحمد المحم المحمد المحمد المحمد المحمد المحمد المحمد المحمد المحمد المح

المهمة المركزة المركزة المركزة المركزة المركزة المحمل المركزة المحمل والمحمد المحمد المركزة الم المركزة المر المركزة ال المركزة المرك

the state of some internet to be the set it, all a second one want ing .

Augula and the second of the second second and the second and the second and the second second second and and a second second

the wind the second part and an an an presidentic the second second the second

Applications of Encodere Secretarians congression in another the Active Sec. Active Sector Sector Sector Sec Annual Applications, in the annual ocyano names, where to anothe Sector Box Berlin Miles and Sector Sector Active Sectors of a peak at an information installant is the Information Sector Box Berlin and Active Berlin the Active Sectors (B), Represents is the Active Box Berlin and Active Sector Berlin approximation for the Sector Berlin Annual production (B), Represents is the Active Box Berlin and Active Berlin approximation and and Annual productions (B), Represents is the Active Box Berlin and Active Berlin approximation and Active Berlin and Annual Active Sector Berlin Active Sector Inter Active Berlin and Acti

White the brief with tom have be the the same as were son

popplications of taxes (1) and and in appropriate the analytical products, the transformer, the territory popplicates in the property on the taxes, where as more privile all contains interfered to the territory theology topic where you, the territorial contains the territory of the territory the territory to the territor theology topic where you, the territorial contains the territory of the territory to the territory theology topic where you, the territorial contains the territory of the territory to the territory to the territory topic territory of the territory of the anti-territory to territory to the territory the territory of the product of the territory of the anti-territory territory to territory to the territory of the territory of the product of the territory of the territory of the territory to territory to the territory topic territory of the product of the territory of the territory of the territory territory to the territory of terri

Docket No. 6-80

Dockete-Mos. 8-80 and 9-80 are tentatively set for March 26 and April 9, 1980. Applications for hearing must be filled at least 22 days in advance of hearing date.

DOCKET: CONMISSION HEARING - TUESDAY - MARCH 11, 1980

OIL CONSERVATION COMMISSION - 9 A.H. - ROOM 205 STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 6609: (DE NOVO) (Continued and Readvertised)

Application of Napeco Inc. for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Strewn oil pool for its Benson Deep Unit Well No. 1 located in Unit O of Section 33, Township 18 South, Range 30 East, and special rules therefor; including 160-acre spacing and standard well locations.

Upon application of Yates Petroleum Corporation and Napeco Inc., this case will be heard De Novo pursuant to the provisions of Rule 1220. Applicants allege this is not an "oil" pool but is a "volatile" oil pool.

CASE 6823: Application of Amoco Production Company for 640-acre carbon dioxide gas well spacing, Harding, Quay, and Union Counties, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Rule 104 of the Division Rules and Regulations to require that wildcat and development carbon dioxide gas wells projected to the Tubb or older formations in Harding, Quay, and Union Counties must be located on 640-acre spacing and proration units, and must be located no nearer than 1650 feet to the outer boundary of the tract and not nearer than 330 feet to any interior quarter-quarter section line.

Docket No. 7-80

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 12, 1980

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 ellowable production of gas for April, 1980, from fifteen prorated pools in Lea, Eddy, and Chaves County, New Hexico.
 - Consideration of the allowable production of gas for April, 1980, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico. (2)

CASE 6813: (Continued from February 27, 1980, Exeminer Hearing) (This case will be dismissed.)

Application of Petroleum Development Corporation to amend Order No. R-6196, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to amend Order No. R-6196 which authorized re-entry of a well at an unorthodox location in the Lusk-Morrow Gas Pool to be dedicated to the N/2 of Section 13, Township 19 South, Range 31 East. Applicant now seeks approval for a new revised location 750 feet from the North line and 660 feet from the West line of said Section 13.

CASE 6834: Application of Conoco Inc. for a dual completion and unorthodox well location, Lea County, New (This case will be continued to March 26 and readvertised.) Mexico.

> Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its SEAU Burger Well No. 107 at an unorthodox location 2615 feet from the South and East lines of Section 24, Township 20 South, Range 38 East, to produce oil from the Blinebry Oil and Gas and Drinkard Pools.

CASE 6824: Application of American Trading and Production Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Talco Unit Area, comprising 4,800 acres, more or less, of State and Federal lands in Township 26 South, Range 35 East.

Page 2 of 3 Examiner Hearing - Wednesday - March 12, 1980

Docket No. 7-80

CASE 6815: (Continued and Resolvertised)

Application of Florida Exploration Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Ross Draw Unit Well No. 8, a Wolfcamp gas well 1650 feet from the North and East lines of Section 27, Township 26 South, Range 30 East, the E/2 of said Section 27 being dedicated to the well.

Application of Husky Oil Company for approval of infill drilling, Les County, New Mexico. CASE 6825; Applicant, in the showe-styled cause, seeks a finding that the drilling of its North Shore Wool-worth Well No. 5 to be located in Unit E of Section 33, Township 24 South, Range 37 East, Jalmat Pool, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well.

CASE 6826: Application of Tahoe Oil and Cattle Company for compulsory pooling, Les County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Penrose Skally Pool underlying the SE/4 SE/4 of Section 25, Township 21 South, Range 36 East, to be dedi-cated to its Bromlee Well No. 1 located thereon. Also to be considered will be the cost of recompleting 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 recompleting said well.

CASE 6827: Application of Consolidated Oil & Gas, Inc. for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Gallup formation underlying the SE/4 of Section 2, Township 30 North, Range 12 West, and in the Mesaverde formation underlying the S/2 of said Section 2, 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 6828: Application of Etheldred T. Ross for three non-standard gas proration units, Harding County, New Mexico. Applicant, in the above-styled cause, seeks approval of the three following non-standard gas provation units, all in Township 19 North, Range 30 East: a 40-acre unit comprising the SW/4 NE/4 of Section 12; and two 80-acre units in Section 14, the first comprising the N/2 NW/4 and the second comprising the N/2 SE/4; each of said units would be dedicated to a well to be drilled to the Tubb formation at a standard location thereon.

CASE 6829: Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks findings that the drilling of its El Paso Tom Federal Wells Nos. 1, 2, and 3, in Units D, E, and F, respectively, of Section 33, Township 25 South, Range 37 East, Langlie Mattix Pool, is necessary to effectively and efficiently drain that portion of the existing proration unit which cannot be drained by the existing well on each of said well's respective proration unit.

- CASE 6830: Application of Enserch Exploration, Inc. for special pool rules or, in the alternative, a special gas-oil ratio, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks an order prorulgating special pool rules for the South Peterson-Pennsylvanian Field including a special gas-oil ratio of 4,000 to 1, or in the alternative, establishing a special gas-oil ratio of 4,000 to 1 for its Lambirth Well No. 3, located in Unit G of Section 31, Township 5 South, Range 33 East.
- Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New CASE 6831: Hexico. Applicant, in the above-styled cause, seeks approval for the recompletion of its State "JH" Well No. 1 in the Wolfcamp thru Cisco formations at an unorthodox location 660 feet from the North and East lines of Section 25, Township 18 South, Range 24 East, the N/2 of said Section 25 to be dedicated to the well.
- CASE 6832: 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 recompletion of its Cities "JG" Well No. 1 in the Wolfcamp thru Cisco formations at an unorthodox location 660 feet from the South and East lines of Section 13, Township 18 South, Range 24 East, the E/2 of said Section 13 to be dedicated to the well.

CASE 6833: Application of Harvey E. Yates Company for directional drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill its Betenbough Well No. 1, the surface location of which is 660 feet from the North line and 1980 feet from the West line of Section 32, Township 13 South, Range 36 East, in such a manner as to bottom it within 100 feet of a point 660 feet from the North line and 1830 feet from the West line of said Section 32 in the Austin-Mississippian Pool.

Page 3 of 3 Examiner Hearing - Wednesday - Harch 12, 1980

Docket No. 7-80

CASE 6818: (Continued from February 27, 1980, Examiner Hearing)

Application of Tenneco Oil Company for an NGPA determination, Eddy County, New Nexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its State HL 11 Well No. 1 located in Unit N of Section 11, Township 19 South, Range 29 East.

CASE 6035: Application of Anadarko Production Company for an NGPA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its New Mexico State "AB" Com. Well No. 1 located in Unit H of Section 36, Township 18 South, Range 28 Rest.

CASE 6837:

The second s

CASE 6836: Application of Anadarko Production Company for an NGPA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its New Marico "AA" State Well No. 1 located in Unit F of Section 35, Township 18 South, Range 28 East.

> Application of Curtis Little for compulsory pooling, Rio Arribs County, New Mexico. Apricant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the W/2 of Section 7, Township 25 North, Range 3 West, 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.

A STATE

ł.

CASE 6819: (Continued from February 27, 1980, Examiner Hearing)

Application of V-F Petroleum, Inc. for compulsory pooling, Les County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the McKee or Devonian formations, or both, underlying four 40-acre units, being the SE/4 SE/4, NE/4 SE/4, NM/4 SE/4, and SW/4 SE/4 of Section 21, Township 23 South, Range 37 East, North Teague Field, each 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 wells 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 wells and a charge for risk involved in drilling said wells. Jason Kellahin W. Thomas Kellahin Karen Aubrey

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

Telephone 982-4285 Ares Code 505

February 12, 1980

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



Dear Joe:

Enclosed please find an original and four copies of the application of Curtis Little for compulsory pooling, Rio Arriba County, New Mexico. Please conform two copies for our files, and set this case for hearing at the next available hearing date.

Thank you very much for your cooperation in this matter.

Yours very truly,

Jason Kellahin

JK:mm Encls. cc: Curtis Little

BEFORE THE NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

ECEIVED

OIL CONSERVATION DIVISION

SANTA FE

Case

6837

IN THE MATTER OF THE APPLICATION OF CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

$\underline{A} \ \underline{P} \ \underline{P} \ \underline{L} \ \underline{I} \ \underline{C} \ \underline{A} \ \underline{T} \ \underline{I} \ \underline{O} \ \underline{N}$

COMES NOW CURTIS LITTLE and applies to the New Mexico Energy and Minerals Department, Oil Conservation Division, for an order compulsorily pooling the mineral interests, whatever they may be, underlying the W/2 of Section 7, Township 25 North, Range 3 West, N.M.P.M., Rio Arriba County, New Mexico, and in support thereof would show the Division:

1. Applicant is the owner of the right to drill and develop the W/2 of Section 7, T.25N., R.3W., and proposes to drill a well, to be located at a standard location in the NW/4 NW/4 of the section to test the Dakota formation.

2. Applicant has obtained the right to all mineral interests underlying the W/2 of the section for the purpose of drilling the proposed well, with the exception of a 25% interest owned by Gulf Oil Corporation, whose address is P. O. Box 1150, Midland, Texas 79702. Gulf has declined to participate in the proposed well, or to farmout, or otherwise dedicate its interest to the proposed well.

3. In order to form a standard unit for Dakota production, to prevent waste, and to protect correlative rights, the above lands and mineral interests should be pooled. WHEREFORE, Applicant prays that this matter be set for hearing before the Division's duly appointed Examiner, and that after notice and hearing as required by law the Division enter its order pooling the above-described acreage, together with a provision for applicant to recover its costs of drilling, completing, equipping and operating the proposed well out of production, together with provision for a risk factor for the risk assumed in drilling, completing and equipping the proposed well, for his costs of supervision, and for such other and further relief as may be proper.

1

Respectfully submitted, CURTIS LITTLE

Jason Kellahin

KELLAHIN & KELLAHÍN P. O. Box 1769 Santa Fe, New Mexico 87501 ATTORNEYS FOR APPLICANT

BEFORE THE NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION ECELVED

IN THE MATTER OF THE APPLICATION OF CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

. .

APPLICATION COMES NOW CURTIS LITTLE and applies to the New Mexico Energy and Minerals Department, Oil Conservation Division, for an order compulsorily pooling the mineral interests, whatever they may be, underlying the W/2 of Section 7, Township 25 North, Range 3 West, N.M.P.M., Rio Arriba County, New Mexico, and in support thereof

EB 1 2 1980

OIL CONSERVATION DIVISION

SANTA FE

Cuse 6837

1. Applicant is the owner of the right to drill and develop would show the Division: the W/2 of Section 7, T.25N., R.3W., and proposes to drill a well, to be located at a standard location in the NW/4 NW/4 of the

section to test the Dakota formation. 2. Applicant has obtained the right to all mineral interests

underlying the W/2 of the section for the purpose of drilling the proposed well, with the exception of a 25% interest owned by Gulf Oil Corporation, whose address is P. O. Box 1150, Midland, Texas 79702. Gulf has declined to participate in the proposed well, or to farmout, or otherwise dedicate its interest to the proposed

In order to form a standard unit for Dakota production, to prevent waste, and to protect correlative rights, the above lands well. and mineral interests should be pooled.

-1-

WHEREFORE, Applicant prays that this matter be set for hearing before the Division's duly appointed Examiner, and that after notice and hearing as required by law the Division enter its order pooling the above-described acreage, together with a provision for applicant to recover its costs of drilling, completing, equipping and operating the proposed well out of production, together with provision for a risk factor for the risk assumed in drilling, completing and equipping the proposed well, for his costs of supervision, and for such other and further relief as may be proper.

195

Respectfully submitted, CURTIS LITTLE

ason Killah son Kellahin By KELLAHIN & KELLAHIN

P. O. Box 1769 Santa Fe, New Mexico 87501 ATTORNEYS FOR APPLICANT

BEFORE THE NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

OIL CONSERVATION DIVISION SANTA FE

Case 6837

<u>A P P L I C A T I O N</u>

COMES NOW CURTIS LITTLE and applies to the New Mexico Energy and Minerals Department, Oil Conservation Division, for an order compulsorily pooling the mineral interests, whatever they may be, underlying the W/2 of Section 7, Township 25 North, Range 3 West, N.M.P.M., Rio Arriba County, New Mexico, and in support thereof would show the Division:

1. Applicant is the owner of the right to drill and develop the W/2 of Section 7, T.25N., R.3W., and proposes to drill a well, to be located at a standard location in the NW/4 NW/4 of the section to test the Dakota formation.

2. Applicant has obtained the right to all mineral interests underlying the W/2 of the section for the purpose of drilling the proposed well, with the exception of a 25% interest owned by Gulf Oil Corporation, whose address is P. O. Box 1150, Midland, Texas 79702. Gulf has declined to participate in the proposed well, or to farmout, or otherwise dedicate its interest to the proposed well.

3. In order to form a standard unit for Dakota production, to prevent waste, and to protect correlative rights, the above lands and mineral interests should be pooled. WHEREFORE, Applicant prays that this matter be set for hearing before the Division's duly appointed Examiner, and that after notice and hearing as required by law the Division enter its order pooling the above-described acreage, together with a provision for applicant to recover its costs of drilling, completing, equipping and operating the proposed well out of production, together with provision for a risk factor for the risk assumed in drilling, completing and equipping the proposed well, for his costs of supervision, and for such other and further relief as may be proper.

Contraction of the second

Respectfully submitted, CURTIS LITTLE

Kellal son

KELLAHIN & KELLAHIN P. O. Box 1769 Santa Fe, New Mexico 87501 ATTORNEYS FOR APPLICANT

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:

CASE NO. ______6837____

Order No. R- 6334

APPLICATION OF CURTIS LITTLE FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on <u>April 23</u>, 19 80, at Santa Fe, New Mexico, before Examiner <u>Richard L. Stamets</u>

NOW, on this ______ day of ______, 19<u>80</u>, 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. 6837 is hereby dismissed.

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

DRAFT

dr/