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APPIICATION, Transcripts, Small Exhibits,

ETC.

CAMPBELL AND BLACK, P.A. ECEIVED LAWYERS MAY 0 3 1980 OFFICE BOX 2208 JACK M. CAMPBELL BRUCE D. BLACK MICHAEL B. CAMPBELL JEFFERSON PLACE OIL CONSERVATION DIVISION WILLIAM F. CARR FE. NEW MEXICO 87501 TELEPHONE (305) 988-4421 Clare May 5, 1980 Mr. Joe D. Ramey Director Oil Conservation Division Post Office Box 2088 Santa Fe, New Maxico Case No. 6876: Application of Maurice L. Brown Ref: Genpany for Compulsory Pooling, Lea County, New Mexico

Dear Mr. Ramey:

Maurice L. Brown Company hereby requests that the abovereferenced case scheduled for hearing on May 7, 1980, be dismissed.

Very truly yours,

William F. Carr

WFC:lr

cc: Mr. Don Littell

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

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

POST OFFICE BOX 2098 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

May 23, 1980

Mr. William F. Carr Campbell and Black Attorneys at Law Post Office Box 2208 Santa Fe, New Mexico Re: CASE NO. 6876 ORDER NO. R-6348

Applicant:

Maurice L. Brown Co.

Dear Sir:

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

Pours very truly, JOE D. RAMEY Director

JDR/fd

Copy of order also sent to:

Hobbs	OCD	x
Artes:	ia OCD	X
Aztec	OCD	

Other

### STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT CIL CONSERVATION DIVISION

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

> CASE NO. 6876 Order No. R-6348

APPLICATION OF MAURICE L. BROWN CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 7, 1980, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 22nd 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.

and the second second

IT IS THEREFORE ORDERED:

That Case No. 6876 is hereby dismissed.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

1 amer JOE D. RAMEY, DIRECTOR

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MR. NUTTER: Call next Case Number 6876. MR. PADILLA: Application of Maurice L. Brown Company for compulsory pooling, Lea County, New Mexico. Mr. Examiner, the applicant in this case has requested that the case be dismissed. MR. NUTTER: Case Number 6876 will be dismissed. (Hearing concluded.) 

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.

CERTIFICATE

Salley W. Boyd C.S.R.

I do hereby certify that the foregoing is a complete ventral of the proc the Examiner Buching of G 19 80 heard by me on Excepterar Concervation Divisi

Y W. BOYD, C.( N. 1 Box 1958 R. New Marko 8790 Phone (2001 451-7409 1

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MR. NUTTER: Case Number 6876 will be dismissed.

(Hearing concluded.)

1 2 CERTIFICATE 3 I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conserva-5 tion Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared 7 by me to the best of my ability. BALLY W. BOYD, C.I 11 12 13 I do hereby continy that in foregoing is a complete and of the proce 14 the Examiner hearing of Case 16 heard by mg \_, Exominer 16 Off Conservation Division 17 19 20 21 22 23 24 26

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REPORTER'S CERTIFICATE

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 7 by me to the best of my ability.

Sally W. Boyd C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6876 1980 -Reard by me on Examiner an Oil Conservation Division

SALLY W. BOYD, C. Box 199-B Rt. 11 1

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•••	5 8 7 8	IN THE MATTER OF: Application of Maurice L. Brown ) CASE Company for compulsory pooling, ) 6876 Lea County, New Mexico.
() Y W. BOYD, C.S.R. Rt. 1 Box 193-B Rt. New Mexico 87:01 Phone (903) 453-7409	9 10 11 12	BEFORE: Richard L. Stamets TRANSCRIPT OF HEARING
SALLY W. BOYD Rt. 1 Box 193- Santa Fe, New Matte Phone (909) 455-	13 14 15	APPEARANCES
	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 87501
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MR. STAMETS: Call next Case 6876. MR. PADILLA: Application of Maurice L. Brown Company for compulsory pooling, Lea County, New Mexico. MR. STAMETS: The applicant in this case has requested that the case be continued to the May 7th Examiner Hearing, and it shall be. (Rearing concluded.) **SALLY W. BOYD, C.S.R.** Rt. 1 Box 195-B Santa Re, New Marico 87501 Phone (503) 455-7409 

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. . DALLY W. BOY **R**. 1 do hereby certify that the foregoing a a complete record of the proceedings in the Examiner hearing of Case No. Oil Conservation Division heard by me cn\_ 

#### Page 2 of 2 Examiner Hearing - Wednesday - May 7, 1980

Docket No. 13-80

CASE 5876: (Continued from April 23, 1980, Examiner Hearing)

Application of Maurice L. Brown Go. for compulsory pooling, Lea 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 6886: Application of Aminoil USA, Inc. for compulsory pooling and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the S/2 of Section 10, Township 24 South, Range 28 East, to be dedicated to a well to be drilled at an unorthodox location 2080 feet from the South line and 1773 feet from the East line of said Section 10. 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 6887: Application of General Crude Processing for an oil treating plant permit, San Juan County, New Nexico. Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at a site in the SE/4 SE/4 of Section 21, Township 30 North, Range 12 West.
- CASE 6888: Application of Conoco Inc. for a non-standard gas proration unit and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 120-acre non-standard Eumont gas proration unit comprising the S/2 SE/4 and NE/4 SE/4 of Section 12, Township 19 South, Range 36 East, to be dedicated to its State KN-12 Well No. 7 drilled at an unorthodox location 330 feet from the South line and 1650 feet from the East line of said Section 12.
- CASE 6389: Application of Belco Petroleum Corporation for directional drilling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill a well, the surface location of which is 1980 feet from the North line and 920 feet from the West line of Section 36, Township 22 South, Range 30 East, in such a manner as to bottom it at an unorthodox location within 100 feet of a point 1320 feet from the North line and 2640 feet from the West line of said Section 36 in the Morrow formation, the N/2 of said Section 36 to be dedicated to the well.
- CASE 6861: (Continued from April 23, 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 6890:

O: Application of Tenneco Oil Company for a thermal enhanced recovery project, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to initiate a pilot in situ combustion enhanced recovery project in the South Hospah Upper Sand and South Hospah Lower Sand Oil Pools by the completion of an injection/ignition well at a point 1474 feet from the North line and 2725 feet from the East line of Section 12, Township 17 North, Range 9 West, and by the drilling of up to six producing wells, all at unorthodox locations in close proximity to the injection/ignition well, and all located in Units F or G of said Section 12.

CAMPBELL AND BLACK. P.A. LAWYERS

> JACK M. CAMPBELL BRUCE D. BLACK MICHAEL S. CAMPBELL WILLIAM F. CARR PAUL R. CALOWELL

ECEIVED 0.2 % OIL CONSERVATION DIVISION SANTA FE April 2, 1980

POST OFFICE BOX 2208 JEFFERSON PLACE SANTA FE. NEW MEXICO 87501 TELEPHONE (508) 988-4421

Mr. Joe D. Ramey Division Director Oil Conservation Division New Mexico Department of Energy & Minerals Post Office Box 2088 Santa Fe, New Mexico 87501

Case 6876

Application of Maurice L. Brown Company for Compulsory Pooling, Lea County, New Mexico Re:

Dear Mr. Ramey:

Enclosed in triplicate is the application of Maurice L. Brown Company in the above-referenced matter.

The applicant requests that this matter be included on the docket for the examiner hearing scheduled to be held on April 23, 1980.

Very/truly yours William F. Carr

WFC:1r

Enclosures

cc: Mr. Don Littell



# BEFORE THE

SANTA FE

# OIL CONSERVATION DIVISION

#### NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION OF MAURICE L. BROWN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case 6876

## APPLICATION

Comes now, MAURICE L. BROWN COMPANY, by and through its undersigned attorneys and, as provided by Section 70-2-17, New Mexico Statutes Annotated, 1978 Compilation, hereby makes application for an order pooling all of the mineral interests in the Pennsylvanian formation (Vada Pennsylvanian Pool) in and under the SW/4 of Section 5, Township 9 South, Range 34 East, N.M.P.M. Lea County, New Mexico, and in support thereof would show the Commission:

> 1. Applicant is the owner of 75% of the working interest in and under the SW/4 of Section 5, and applicant has the right to drill thereon.

> 2. Applicant proposes to dedicate the above-referenced pooled unit to its No. 1 Marathon State Well to be drilled at an orthodox location within 150 feet of the center of the NW/4 SW/4 of said Section 5.

3. Applicant has sought and been unable to obtain either voluntary agreement for pooling or farmout from Monsanto Company, owner of 25% working interest.

4. Said pooling of interest and well completion will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights. 5. In order to permit the applicant to obtain its just and fair share of the oil and gas underlying the subject lands, the mineral interest should be pooled, and applicant should be designated the operator of the well to be drilled.

WHEREFORE, applicant prays that this application 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 lands, including provisions designating the applicant as operator of the well, providing for applicant to recover its costs of drilling, equipping and completing the well, its costs of supervision while drilling, and after completion, including overhead charges, and a risk factor for the risk assumed by the applicant in drilling, completing and equipping the well, and such other and further provisions as may be proper in the premises.

-2-

Respectfully submitted, CAMPBELL AND BLACK, P.A.

Post Office Box 2208 Santa Fe, New Mexico 87501 Attorneys for Applicant BEFORE THE

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

IN THE MATTER OF THE APPLICATION OF MAURICE L. BROWN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

# Case <u>6876</u>

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# APPLICATION

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Applicant proposes to dedicate the above-referenced pooled unit to its No. 1 Marathon State Well to be drilled at an orthodox location within 150 feet of the center of the NW/4 SW/4 of said Section 5.

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Respectfully submitted, CAMPBELL AND BLACK, P.A.

Post Office Box 2208 Santa Fe, New Mexico 87501 Attorneys for Applicant BEFORE THE

OIL CONSERVATION DIVISION OIL CONSERVATION DIVISION NEW MEXICO DEPARTMENT OF ENERGY AND SMINERALS

IN THE MATTER OF THE APPLICATION OF MAURICE L. BROWN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case 6876

# APPLICATION

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> Applicant is the owner of 75% of the working interest in and under the SW/4 of Section 5, and applicant has the right to drill thereon.

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Respectfully submitted, CAMPBELL AND BLACK, P.A.

Post Office Box 2208 Santa Fe, New Mexico 87501 Attorneys for Applicant

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT DRAFT dr/ IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING: CASE NO. 6876 Order No. R- 6348 APPLICATION OF MAURICE L. BROWN CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO. ORDER OF THE DIVISION BY THE DIVISION: May 7 This cause came on for hearing at 9 a.m. on 19 80 , at Santa Fe, New Mexico, before Examiner Daniel S. Nutter NOW, on this \_\_\_\_\_ day of \_\_\_\_ May , 19<sup>80</sup>, 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. 6876 is hereby dismissed. DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

Memo FLORENE DAVIDSON ADMINISTRATIVE SECRETARY 5 Called in by Bill Carr April 2, 1980 Maurice L. Brown Company Compulsory Pooling 5W14 Section 5, T95, R34E Bough A thru F marathon State # 1 150' from center of NW145W14

OIL CONSERVATION COMMISSION-SANTA FE