

CASE 6976: R. W. HILLIN FOR AN NGPA  
DETERMINATION, EDDY COUNTY, NEW MEXICO

Case No.

6976

Application

Transcripts

Small Exhibits

ETC

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
23 July 1980

EXAMINER HEARING

IN THE MATTER OF:

Application of R. N. Hillin for an  
NGPA determination, Eddy County,  
New Mexico.

CASE  
6976

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

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

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MR. STAMETS: The hearing will come to

order, please.

We will call first Case 6976.

MR. PADILLA: Application of R. N. Hillin  
for an NGPA determination, Eddy County, New Mexico.

MR. STAMETS: At the request of the  
applicant, this case will be dismissed.

(Hearing concluded.)

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

C E R T I F I C A T E

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.

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

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 6926  
heard by me on 7.23 19.80  
Richard L. Hamble, Examiner  
Oil Conservation Division

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO

23 July 1980

EXAMINER HEARING

IN THE MATTER OF:

Application of R. N. Hillin for an  
NGPA determination, Eddy County,  
New Mexico.

CASE

6976

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

Ernest L. Padilla, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 433-7409

1 MR. STAMETS: The hearing will come to  
2 order, please.

3 We will call first Case 6976.

4 MR. PADILLA: Application of R. N. Hillin  
5 for an NGPA determination, Eddy County, New Mexico.

6 MR. STAMETS: At the request of the  
7 applicant, this case will be dismissed.

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9 (Hearing concluded.)  
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SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B

Santa Fe, New Mexico 87501

Phone (505) 455-7409



## C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREPY 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.

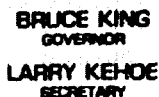
SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. \_\_\_\_\_, heard by me on \_\_\_\_\_ 19\_\_\_\_.

\_\_\_\_\_, Examiner  
Oil Conservation Division





STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

**August 14, 1980**

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

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

Re: CASE NO. 6976  
ORDER NO. R-6437

**Applicant:**

R. N. Hillin

Dear Sir:

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

Yours very truly,

JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

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

**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. 6976  
Order No. R-6437

APPLICATION OF R. N. HILLIN FOR  
AN NGPA DETERMINATION, EDDY COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

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

NOW, on this 13th day of August, 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. 6976 is hereby dismissed.

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

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

  
S E A L  
rd/

CASE 6975: Application of Jack Grynberg and Associates for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Rio Felix Unit Area, comprising 7,675 acres, more or less, of Federal, State, and fee lands in Township 14 South, Ranges 24 and 25 East.

CASE 6976: Application of R. N. Hillin for an NCPA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Wolfcamp formation for a well located 800 feet from the South line and 2000 feet from the East line of Section 34, Township 19 South, Range 28 East.

CASE 6977: Application of Benson Mineral Group, Inc. for salt water disposal, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Chacra formation in the interval from 1636 feet to 1743 feet in its Navajo Well No. 1 in Unit F of Section 9, Township 22 North, Range 7 West, Rusty-Chacra Pool.

CASE 6978: Application of Benson Mineral Group, Inc. for salt water disposal, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Pictured Cliffs formation in the interval from 800 feet to 963 feet in its Federal Well No. 1 in Unit I of Section 4, Township 21 North, Range 7 West.

CASE 6979: Application of Wolfson Oil Company for salt water disposal, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the interval from 4108 feet to 4164 feet in its Mountain-Federal Well No. 1 in Unit G of Section 30, Township 7 South, Range 32 East, Tomahawk-San Andres Pool.

CASE 6940: (Continued from June 25, 1980, Examiner Hearing)

Application of Adobe Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down through the Wolfcamp formation underlying the NW/4 SE/4 for oil and the SE/4 for gas, Section 23, Township 20 South, Range 38 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 6961: (Continued from July 9, 1980, Examiner Hearing)

Application of Conoco Inc. for a dual completion and unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Meyer A-29 Well No. 11 to be drilled at an unorthodox location 990 feet from the North line and 660 feet from the East line of Section 29, Township 22 South, Range 36 East, to produce gas from the Langley-Devonian and -Ellenburger Pools thru parallel strings of tubing, the E/2 of said Section 29 to be dedicated to the well.

CASE 6980: Application of Bass Enterprises Production Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Palmillo State Well No. 1 located in Unit J of Section 1, Township 19 South, Range 28 East, to produce gas from the North Turkey Track-Morrow Pool and oil from an undesignated Wolfcamp pool thru the casing-tubing annulus and tubing, respectively.

CASE 6960: (Continued from July 9, 1980, Examiner Hearing)

Application of Bass Enterprises Production Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down to and including the Strawn formation underlying the S/2 SE/4 of Section 13, Township 16 South, Range 36 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 6950: (Continued from July 9, 1980, Examiner Hearing)

Application of Bass Enterprises Production 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 Morrow test well to be drilled 660 feet from the North line and 1980 feet from the East line of Section 4, Township 25 South, Range 31 East, the E/2 of said Section 4 to be dedicated to the well.

CASE 6981: Application of Bass Enterprises Production Company for a special gas-oil ratio limitation, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a special gas-oil ratio limitation of 8000 to one for the Palmillo-Bone Springs Pool.

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

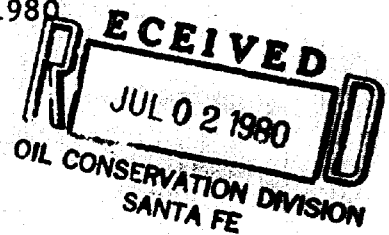
KELLAHIN and KELLAHIN  
Attorneys at Law  
500 Don Gaspar Avenue  
Post Office Box 1769  
Santa Fe, New Mexico 87501

Telephone 982-4285  
Area Code 505

July 2, 1980

Mr. Joe Ramey  
New Mexico Oil Conservation Division  
Santa Fe, New Mexico

HAND DELIVERED:



*Case 6976*

re: Application of R. N. Hillin  
for NGPA Determination Sec.  
102 New Onshore Reservoir,  
Eddy County, New Mexico

Dear Joe:

Please set the referenced application for hearing  
on July 23, 1980.

Thank you for your assistance in this matter.

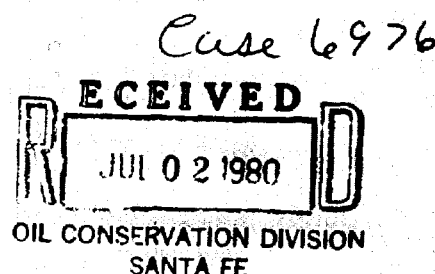
Very truly yours,

*WTK*  
W. Thomas Kellahin

cc: Oscar Person  
R.N. Hillin  
encl.  
WTK:nb

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

IN THE MATTER OF THE APPLICATION  
OF R. N. HILLIN FOR NGPA DETERMINATION  
SECTION 102 NEW ONSHORE RESERVOIR  
EDDY COUNTY, NEW MEXICO



APPLICATION

COMES NOW R. N. HILLIN, by and through his attorneys,  
KELLAHIN & KELLAHIN, and applies to the New Mexico Oil Conservation  
Division for approval of an NGPA Determination Sec. 102 New  
Onshore Reservoir, Eddy County New Mexico and in support thereof  
would show:

1. Pursuant to Division Order No. R-6106 entered for  
R.N. Hillin in Case 6579 dated September 19, 1979, applicant  
has drilled a dual Morrow/Wolfcamp test at the approved unorthodox  
well location 800 feet from the South line and 2000 feet from  
the East line of Section 34, T19S, R28E, NMPM, Eddy County, New  
Mexico.

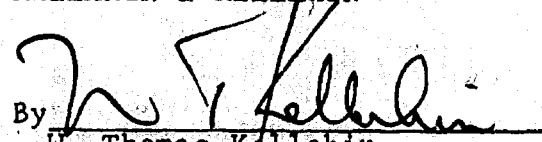
2. That the subject well is capable of producing from a  
new Wolfcamp reservoir as provided by Section 102 of the Natural  
Gas Policy Act.

3. The application is in the best interest of conversation,  
the prevention of waste and the protections of correlative rights.

Wherefore, applicant requests that the application be set  
for hearing before the Divisions Examiner and that after notice  
and hearing the application be granted as requested.

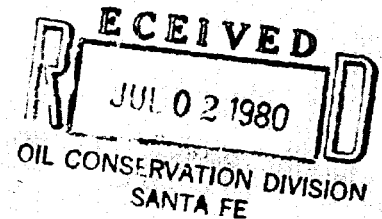
KELLAHIN & KELLAHIN

By

  
W. Thomas Kellahin  
P.O. Box 1769  
Santa Fe, New Mexico 87501  
(505) 982-4285  
ATTORNEYS FOR APPLICANT

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

IN THE MATTER OF THE APPLICATION  
OF R. N. HILLIN FOR NGPA DETERMINATION  
SECTION 102 NEW ONSHORE RESERVOIR  
EDDY COUNTY, NEW MEXICO



APPLICATION

COMES NOW R. N. HILLIN, by and through his attorneys, KELLAHIN & KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval of an NGPA Determination Sec. 102 New Onshore Reservoir, Eddy County New Mexico and in support thereof would show:

1. Pursuant to Division Order No. R-6106 entered for R.N. Hillin in Case 6579 dated September 19, 1979, applicant has drilled a dual Morrow/Wolfcamp test at the approved unorthodox well location 800 feet from the South line and 2000 feet from the East line of Section 34, T19S, R28E, NMPM, Eddy County, New Mexico.

2. That the subject well is capable of producing from a new Wolfcamp reservoir as provided by Section 102 of the Natural Gas Policy Act.

3. The application is in the best interest of conversation, the prevention of waste and the protections of correlative rights.

Wherefore, applicant requests that the application be set for hearing before the Divisions Examiner and that after notice and hearing the application be granted as requested.

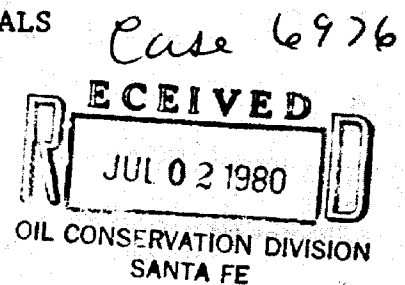
KELLAHIN & KELLAHIN

By

W. Thomas Kellahin  
P.O. Box 1769  
Santa Fe, New Mexico 87501  
(505) 982-4285  
ATTORNEYS FOR APPLICANT



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



IN THE MATTER OF THE APPLICATION  
OF R. N. HILLIN FOR NGPA DETERMINATION  
SECTION 102 NEW ONSHORE RESERVOIR  
EDDY COUNTY, NEW MEXICO

APPLICATION

COMES NOW R. N. HILLIN, by and through his attorneys,  
KELLAHIN & KELLAHIN, and applies to the New Mexico Oil Conservation  
Division for approval of an NGPA Determination Sec. 102 New  
Onshore Reservoir, Eddy County New Mexico and in support thereof  
would show:

1. Pursuant to Division Order No. R-6106 entered for  
R.N. Hillin in Case 6579 dated September 19, 1979, applicant  
has drilled a dual Morrow/Wolfcamp test at the approved unorthodox  
well location 800 feet from the South line and 2000 feet from  
the East line of Section 34, T19S, R28E, NMPM, Eddy County, New  
Mexico.

2. That the subject well is capable of producing from a  
new Wolfcamp reservoir as provided by Section 102 of the Natural  
Gas Policy Act.

3. The application is in the best interest of conversation,  
the prevention of waste and the protections of correlative rights.

Wherefore, applicant requests that the application be set  
for hearing before the Divisions Examiner and that after notice  
and hearing the application be granted as requested.

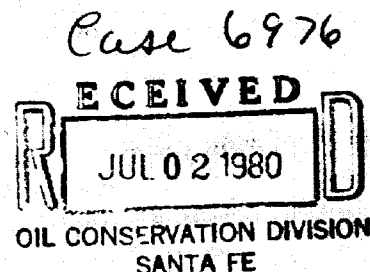
KELLAHIN & KELLAHIN

By W. Thomas Kellahin  
W. Thomas Kellahin  
P.O. Box 1769  
Santa Fe, New Mexico 87501  
(505) 982-4285  
ATTORNEYS FOR APPLICANT



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

IN THE MATTER OF THE APPLICATION  
OF R. N. HILLIN FOR NGPA DETERMINATION  
SECTION 102 NEW ONSHORE RESERVOIR  
EDDY COUNTY, NEW MEXICO



APPLICATION

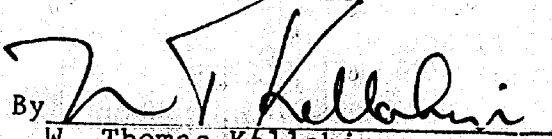
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KELLAHIN & KELLAHIN

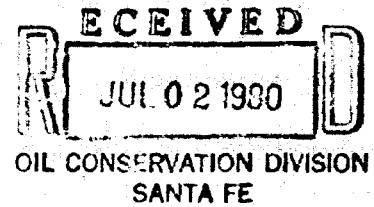
By

  
W. Thomas Kellahin  
P.O. Box 1769  
Santa Fe, New Mexico 87501  
(505) 982-4285  
ATTORNEYS FOR APPLICANT

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

Case 6976

IN THE MATTER OF THE APPLICATION  
OF R. N. HILLIN FOR NGPA DETERMINATION  
SECTION 102 NEW ONSHORE RESERVOIR  
EDDY COUNTY, NEW MEXICO



APPLICATION

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Wherefore, applicant requests that the application be set for hearing before the Divisions Examiner and that after notice and hearing the application be granted as requested.

KELLAHIN & KELLAHIN

By  
W. Thomas Kellahin  
P.O. Box 1769  
Santa Fe, New Mexico 87501  
(505) 982-4285  
ATTORNEYS FOR APPLICANT

DRAFT

dr/

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT

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

CASE NO. 6976

Order No. R- 6437

APPLICATION OF R. N. HILLIN FOR  
AN NGPA DETERMINATION, EDDY COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 23,  
1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamer.  
NOW, on this \_\_\_\_\_ day of July, 19 80, 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. 6976 is hereby dismissed.

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