

CASE 7110: ALPHA TWENTY-ONE PRODUCTION *Inc Co*  
COMPANY FOR APPROVAL OF INFILL DRILLING,  
LEA COUNTY, NEW MEXICO

Case No.

7110

Application

Transcripts

Small Exhibits

ETC



BRUCE KING  
GOVERNOR  
LARRY KEHOE  
SECRETARY

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2404

January 16, 1981

Re: CASE NO. \_\_\_\_\_  
ORDER NO. 7110  
          R-6990

Mr. William F. Carr  
Campbell and Black  
Attorneys at Law  
Post Office Box 2208  
Santa Fe, New Mexico

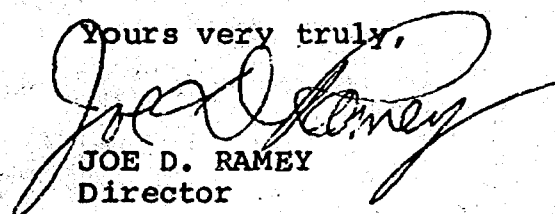
Applicant:

~~Alpha Twenty One Production Company~~

Dear Sir:

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

Yours very truly,

  
JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD \_\_\_\_\_  
Artesia OCD \_\_\_\_\_  
Aztec OCD \_\_\_\_\_

Other \_\_\_\_\_  
\_\_\_\_\_

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

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

CASE NO. 7110  
Order No. R-6550

APPLICATION OF ALPHA TWENTY-ONE  
PRODUCTION COMPANY FOR APPROVAL  
OF INFILL DRILLING, LEA COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 10, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 14th day of January, 1981, 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. 7110 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  
fd/

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

EXAMINER HEARING

IN THE MATTER OF:

- |  |   |      |
|--|---|------|
| Application of Alpha Twenty-One Pro-   | ) | CASE |
| duction Company for approval of infill | ) | 7109 |
| drilling, Lea County, New Mexico.      | ) |      |
| and                                    | ) |      |
| Application of Alpha Twenty-One Pro-   | ) | CASE |
| duction Company for approval of infill | ) | 7110 |
| drilling, Lea County, New Mexico.      | ) |      |
| and                                    | ) |      |
| Application of Alpha Twenty-One Pro-   | ) | CASE |
| duction Company for approval of infill | ) | 7111 |
| drilling, Lea County, New Mexico.      | ) |      |
| and                                    | ) |      |
| Application of Alpha Twenty-One Pro-   | ) | CASE |
| duction Company for approval of infill | ) | 7112 |
| drilling, Lea County, New Mexico.      | ) |      |

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

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



1  
2 MR. STAMETS: I would like to call Case  
3 7109, 7110, 7111, and Case 7112.

4 MR. PADILLA: Application of Alpha  
5 Twenty-One Production Company for approval of infill drilling,  
6 Lea County, New Mexico.

7 MR. STAMETS: In each of these cases  
8 the Applicant requested that they be dismissed and they shall  
9 be.  
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12 (Hearing concluded.)  
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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.

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

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

SALLY W. BOYD, C.S.R.  
Rt. 1 Box 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7499

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- CASE 7108:** 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 Wolfcamp and Pennsylvanian formations underlying the S/2 of Section 32, Township 21 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7109:** Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the El Paso Tom Federal Well No. 1 located 330 feet from the North and West lines of Section 33, Township 25 South, Range 37 East, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Langlie-Mattix Pool which cannot be so drained by the existing well(s).
- CASE 7110:** Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the El Paso Tom Federal Well No. 3 located 1650 feet from the North and West lines of Section 33, Township 25 South, Range 37 East, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Langlie-Mattix Pool which cannot be so drained by the existing well(s).
- CASE 7111:** Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the El Paso Tom Federal Well No. 2 located 1650 feet from the North line and 330 feet from the West line of Section 33, Township 25 South, Range 37 East, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Langlie-Mattix Pool which cannot be so drained by the existing well(s).
- CASE 7112:** Application of Alpha Twenty-One Production Company for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the Harrison Federal Well No. 3 located 1980 feet from the North line and 660 feet from the West line of Section 27, Township 25 South, Range 37 East, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Jalmat Gas Pool which cannot be so drained by the existing well(s).
- CASE 7086:** (Continued from November 12, 1980, Examiner Hearing)  
Application of Blackwood & Nichols Company, Ltd. for designation of a tight formation, San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Pictured Cliffs formation underlying portions of Townships 30 and 31 North, Ranges 6, 7, and 8 West, containing 33,500 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.
- CASE 7087:** (Continued from November 12, 1980, Examiner Hearing)  
Application of Blackwood & Nichols Company, Ltd. for designation of a tight formation, San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Fruitland formation underlying portions of Townships 30 and 31 North, Ranges 6, 7, and 8 West, containing 33,500 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.
- CASE 7046:** (Continued and Readvertised)  
Application of Cotton Petroleum Corporation for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Chacra and Pictured Cliffs production in the wellbores of wells in the South Blanco-Pictured Cliffs Pool located in Sections 1 thru 4, 9 thru 14, and 23 and 24, Township 24 North, Range 4 West.

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CAMPBELL AND BLACK, P.A.

LAWYERS

JACK M. CAMPBELL  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR

POST OFFICE BOX 2208  
JEFFERSON PLACE  
SANTA FE, NEW MEXICO 87501  
TELEPHONE (505) 988-4421

November 26, 1980

RECEIVED  
NOV 26 1980

OIL CONSERVATION DIVISION  
SANTA FE

Case 7110

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

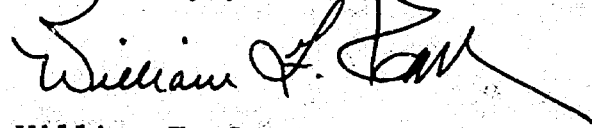
Re: Application of Alpha Twenty-One Production  
Company for Infill Drilling, Lea County, New Mexico

Dear Mr. Ramey:

Enclosed in triplicate is the application of Alpha Twenty-One Production 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 December 10, 1980.

Very truly yours,



William F. Carr

WFC:lr

Enclosures

cc: Mr. Tommy Phipps  
Mr. Bill Aycock

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

RECEIVED  
NOV 26 1980  
OIL CONSERVATION DIVISION  
SANTA FE

IN THE MATTER OF THE APPLICATION  
OF ALPHA TWENTY-ONE PRODUCTION  
COMPANY FOR INFILL DRILLING,  
LEA COUNTY, NEW MEXICO.

Case 7110

APPLICATION

Comes now, ALPHA TWENTY-ONE PRODUCTION COMPANY, by and through its undersigned attorneys and hereby makes application for an order for wellhead price ceiling category determination pursuant to the Special Rules of the Division and Part 271.305(b) of the Federal Energy Regulatory Commission's Regulations Implementing the Natural Gas Policy Act of 1978 and in support thereof would show the Division:

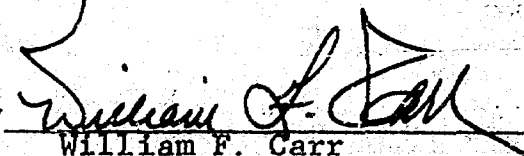
1. Applicant is the operator of the El Paso Tom Federal Well No. 3 located 2310 feet from the North line and 1650 feet from the West line of Section 33, Township 25 South, Range 37 East, Lea County, New Mexico, which is completed in and producing natural gas from the Langlie-Mattix Pool, Seven Rivers-Queen Formation.
2. Said El Paso Federal Well No. 3 is the second well drilled to and completed in the Langlie-Mattix Pool on the 40 acre spacing and proration unit, being the SE/4 NW/4 of said Section 33, which was previously dedicated to the Texas Pacific Oil Company, Gregory "A" No. 2 Well located in Unit F of said Section 33.
3. Applicant seeks a determination pursuant to FERC Rules, Part 271.305 that said El Paso Tom Federal Well

No. 3 is necessary to effectively and efficiently drain a portion of the Langlie-Mattix Pool covered by the existing 40 acre proration unit which cannot be effectively and efficiently drained by any existing well within the proration unit and will offer evidence in support of that determination.

WHEREFORE, Applicant respectfully requests 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 making the wellhead price ceiling category determination as requested.

Respectfully submitted,  
CAMPBELL AND BLACK, P.A.

By



William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant

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

RECEIVED  
NOV 29 1980  
OIL CONSERVATION DIVISION  
SANTA FE

IN THE MATTER OF THE APPLICATION  
OF ALPHA TWENTY-ONE PRODUCTION  
COMPANY FOR INFILL DRILLING,  
LEA COUNTY, NEW MEXICO.

Case 7110

APPLICATION

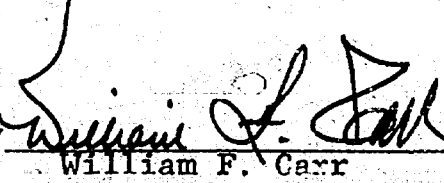
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By   
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant



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

OIL CONSERVATION DIVISION  
SANTA FE

IN THE MATTER OF THE APPLICATION  
OF ALPHA TWENTY-ONE PRODUCTION  
COMPANY FOR INFILL DRILLING,  
LEA COUNTY, NEW MEXICO.

Case 7110

APPLICATION

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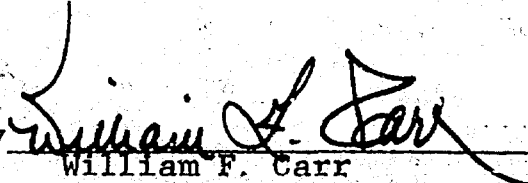
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Respectfully submitted,  
CAMPBELL AND BLACK, P.A.

By

  
William F. Carr  
Post Office Box 2208  
Santa Fe, New Mexico 87501  
Attorneys for Applicant

Case 7110

Application of Alpha Twenty-One Production Company for infill findings, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the El Paso Tom Federal Well No. 3 located 1650 feet from the North and West lines of Section 33, Township 25 South, Range 37 East, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Langlie-Mattix Pool, Seven Rivers-Queen Formation which cannot be so drained by the existing well(s).

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. 7110

Order No. R- 6550

APPLICATION OF ALPHA TWENTY-ONE  
PRODUCTION COMPANY FOR APPROVAL OF INFILL  
DRILLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 10,  
19 80, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this        day of December, 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. 7110 is hereby dismissed.

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