CASE 7111: ALPHA TWENTY-ONE PRODUCTION COMPANY FOR APPROVAL OF INFILL DRILLING, COLLEGE COUNTY, NEW MEXICO

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# Case No.

Application
Transcripts
Small Exhibits

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# 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) 827-2434

January 16, 1981

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

CASE NO. 7111 ORDER NO. R-6551

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.

Pours 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. 7111 Order No. R-6551

APPLICATION OF ALPHA THENTY-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 irector, 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. 7111 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY'

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- CASE 7108: Application of HNG 011 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 the 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 provation unit in the Langlie-Matrix 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 provation 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 & Nichola Company, Ltd. for designation of a tight formation, San Juan and Rio Arriba Counties. New Mexico: Applicant, in the above-styled cause, scake the designation of the Pictured Cliffs formation underlying portions of Townships 30 and 31 North, Ranges 6, 7, and 8 Yest, containing 33,500 acras, 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 Petroloum Corporation for downhole commingling, Kio 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.

### CAMPBELL AND BLACK, P.A.

LAW/ERS

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

POST OFFICE BOX 220B

SANTA FE, NEW MEXICO 87501

Case 7111

November 26, 1980 NOV 26 1980

OIL COMSTRUCTION DIVISION SANTA FE

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

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

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Enclosures

cc: Mr. Tommy Phipps Mr. Bill Aycock

### BEFORE THE

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OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS FE

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

Case 7[[]

### 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. 2 located 330 feet from the West line and 1650 feet from the North 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 Tom Federal Well No. 2 is the second well drilled to and completed in the Langlie-Mattix Pool on the 40 acre spacing and proration unit, being the SW/4 NW/4 of said Section 33 which was previously dedicated to the Texas Pacific Oil Company Gregory "A" No. 4 Well located in Unit E of said Section 33.
- 3. Applicant seeks a determination pursuant to FERC Rules
  Part 271.305 that said El Paso Tom Federal Well No. 2 is

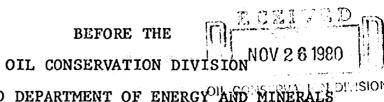
necessary to effectively and efficiently drain that portion of the Langlie-Mattix Pool covered by the existing 40 acre proration unit which cannot be effectively and efficiently drained by any existing well within the proration unit and will offer evidence in support of that determination.

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.

Post Office Box 2208

Santa Fe, New Mexico 87501 Attorneys for Applicant



NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

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

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- 2. Said El Paso Tom Federal Well No. 2 is the second well drilled to and completed in the Langlie-Mattix Pool on the 40 acre spacing and proration unit, being the SW/4 NW/4 of said Section 33 which was previously dedicated to the Texas Pacific Oil Company Gregory "A" No. 4 Well located in Unit E of said Section 33.
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CAMPBELL AND BLACK, P.A.

William F. Carr

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

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OIL CONSERVATION DIVISION
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NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

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

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- 1. Applicant is the operator of the El Paso Tom Federal Well No. 2 located 330 feet from the West line and 1650 feet from the North 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.
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Respectfully submitted, CAMPBELL AND BLACK, P.A.

William F. Carr

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

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. 2 located 1650 feet from the North line and 330 feet from the West line 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

# 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.	7111
	Order No.	R- 6551
APPLICATION OF ALPHA PRODUCTION COMPANY FOR INFILL DRILLING, LEA	OR APPROVAL OF	Mu
Y THE DIVISION:		

## <u>B)</u>

	This cause came on for hearing at 9 a.m. on December 10
19_8	0, at Santa Fe, New Mexico, before Examiner Richard I., Stam
	NOW, on this day of December, 19 80, the Division
Direc	ctor, having considered the record and the recommendations of
the I	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. 7111 is nereby dismissed.
	DONE at Santa Fe, New Mexico, on the day and year hereinabove
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