# Case No.

# 7/61

Application

Transcripts

Small Exhibits

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# BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

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

April 9, 1981

POST OFFICE 80X 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Mr. Sumner G. Buell Jasper and Buell Attorneys at Law Post Office Box 1626 Santa Fe, New Mexico 87501	ORDER NO. 7161 ORDER NO. R-6625  Applicant:
	John Yuronke
Dear Sir:	
Enclosed herewith are two copie Division order recently entered	
Pours very truly,  JOE D. RAMEY  Director	
	•
JDR/fd	
Copy of order also sent to:	
Hobbs OCD X Artesia OCD X Aztec OCD	
Other	

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

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

CASE NO. 7161 Order No. R-6625

APPLICATION OF JOHN YURONKA FOR FOUR COMPULSORY POOLINGS, LEA COUNTY, NEW MEXICO.

# ORDER OF THE DIVISION

# BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 11, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of April, 1981, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

That the applicant's request for dismissal should be granted.

# IT IS THEREFORE ORDERED:

That Case No. 7161 is hereby dismissed.

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

STATE OF NEW HEXICO OIL CONSCRVATION PIVISION

JOE D. RAHEY Director

Page
STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
11 March 1981
EXAMINER HEARING
N THE MATTER OF:
Application of John Yuronka for
four compulsory poolings, Lea )
TOUT COMPUTANTY POOTEINGS, ned

BEFORE: Richard L. Stamets

County, New Mexico.

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

CASE 7161

For the Applicant:

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MR. STAMETS: Call next Case 7161. 2 MR. PADILLA: Application of John Yuronka 3 for four compulsory poolings, Lea County, New Mexico. MR. STAMETS: Are there any appearances in this case? (There followed a discussion off the record.) 10 MR. STAMETS: For the record, at the 11 break we were able to determine in the matter of Case 7161, 12 which was previously called, that the applicant wished that 13 case to be dismissed, and it shall be. 14 15 (Hearing concluded.) 16 17 18 19 20 21 22 23 24 25

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### CERTIFICATE

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. Royd C. S.E.

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		MINER HEARING	
	ATTER OF:		) )
	Application of Jol four compulsory po County, New Mexico	oolings, Lea	) CASE 7161
BEFORE:	Richard L. Stamets	gang han dala mana anan dalay gana daga anan mang gand bian dahir dhila dini dini dini dini dini dini	•
	TRANSCR	IPT OF HEARING	
	АРРЕ	ARANCES	
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For the Divisi	Oil Conservation	Legal Counsel	to the Division
		State Land Off. Santa Fe, New 1	
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For the	Applicant:		
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(Hearing concluded.)

# CERTIFICATE

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.

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Oil Can ervation Division

1 2 3 4 5	STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION STATE LAND OFFICE BLDG. SANTA FE, NEW MEXICO 25 February 1981 EXAMINER HEARING
6 7 8 9	IN THE MATTER OF:  Application of John Yuronka for four ) compulsory poolings, Lea County, New ) Mexico.  CASE Mexico.  7161
110 111 112 113 114	BEFORE: Daniel S. Nutter  TRANSCRIPT OF HEARING  APPEARANCES
16 17 18	For the Oil Conservation Ernest L. Padilla, Esq.  Division: Legal Counsel to the Division State Land Office Bldg. Santa Fe, New Mexico 87501
2 2 3	For the Applicant:

MR. NUTTER: Call Case Number 7161. MR. PADILLA: Application of John Yuronk for four compulsory poolings, Lea County, New Mexico. requested continuance. 

MR. NUTTER: Applicant in this case has

Case Number 7161 will be continued to the Examiner Hearing scheduled to be held at this same place at 9:00 o'clock a. m. March 11th, 1981.

(Hearing concluded.)

# CERTIFICATE

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.

Snow W. Boyd C.s.E.

Y do hereby certify that the foregoing is a complete record of the proceedings in , Examiner

Oil Conservation Division

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	EXA	MINER HEARING	
IN THE M		) nn Yuronka for four ) gs, Lea County, New ) )	CASE 7161
BEFORE:	Daniel S. Nutter	, dan	
	TRANSCR	RIPT OF HEARING	
-	APPE	EARANCES	
For the Divisi		Ernest L. Padilla, Legal Counsel to th State Land Office I Santa Fe, New Mexic	he Division Bldg.

For the Applicant:

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MR. NUTTER: Call Case Number 7161.

MR. PADILLA: Application of John Yuronka

for four compulsory poolings, Lea County, New Mexico.

MR. NUTTER: Applicant in this case has

requested continuance.

Case Number 7161 will be continued to the Examiner Hearing scheduled to be held at this same place

at 9:00 o'clock a. m. March 11th, 1981.

(Hearing concluded.)

## CERTIFICATE

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.

> If do here yes and that the foregoing is a concle e ra ord of the proceedings in the Examiner hearing of Case No. 7/4/2, neard by the on\_\_\_\_\_\_ neard by me on Examiner

Ott Conservation Division

Dockets Nos. 12-81 and 13-81 are tentatively set for March 25 and April 8, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 11, 1981

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:

- ALLOWABLE: (1) Consideration of the allowable production of gas for April, 1981, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
  - (2) Consideration of the allowable production of gas for April, 1981, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 7176:

  In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Marjory M. Grier, U. S. Casualty Company of New York, and all other interested parties to appear and show cause why the Red Mountain Wells Nos. 6, 7, and 10, all located in Unit B of Section 29, Township 20 North, Range 9 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7177: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Henry S. Birdseye and all other interested parties to appear and show cause why the State Well No. 10-2 in Unit G of Section 10, Township 19 North, Range 10 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7178: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Noland and Wells and all other interested parties to appear and show cause why the Reinhardt Well No. 1 in Unit A of Section 21, Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7179: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit "26" Oil Company and all other interested parties to appear and show cause why the Jackson Well No. 1 in Unit A of Section 21, Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7180: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Vincent and Goodrum and all other interested parties to appear and show cause why the Refinery Hare Well No. 1 in Unit A of Section 21, Township 29 North, Range 11 West, San Juan County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 7181: Application of Read & Stevens, Inc. for a unit agreement, Chaves County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the Hernandez Draw Unit Area, comprising 2,560 acres, more or less, of Federal, State, and Fee lands in Townships 4 and 5 South, Ranges 26 and 27 East.
- CASE 7182: Application of Wiser Oil Company for an unorthodox well location, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Downes A Well No. 5 to be drilled in the approximate center of the SW/4 of Section 32, Township 21 South, Range 37 East, Penrose Skelly Pool.
- CASE 7183: Application of Flag-Redfern Oil Company for an unorthodox gas well location, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks authority to drill its Osudo St. Com Well No. 2 at an unorthodox location 990 feet from the North and East lines of Section 18, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool.
- CASE 7147: (Readvertised)

Application of Yates Petroleum Corporation for an unorthodox gas well location and simultaneous dedication, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to test all Pennsylvanian formations to be drilled 1650 feet from the South line and 660 feet from the East line of Section 35, Township 18 South, Range 25 East, the S/2 of said Section 35 to be dedicated to said well and to applicant's "JX" Well No. 2 located in Unit N.

CASE 7184: Application of Harvey E. Yates Company for compulsory pooling, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the E/2 of Section 13, Township 17 South, Range 28 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 7185: Application of El Paso Exploration Company for downhole commingling, San Juan County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blanco

  Mesaverde and Basin-Dakota production in the wellbore of its Turner Hughes Well No. 17 located in

  Unit N of Section 10, Township 27 North, Range 9 West.
- CASE 7161: (Continued from February 25, 1981, Examiner Hearing)

Application of John Yuronka for four compulsory poolings, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langlie Mattix Pool underlying the four 40-acre proration units comprising the SW/4 of Section 31, Township 22 South, Range 37 East, to be dedicated to wells to be drilled at standard locations 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, designation of applicant as operator of the wells, and a charge for risk involved in drilling said wells.

CASE 7164: (Continued from February 25, 1981, Examiner Hearing)

Application of ARCO Oil and Gas Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Devonian and Ellenburger formations, Custer Field, underlying the N/2 of Section 6, Township 25 South, Range 37 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 7165: (Continued from February 25, 1981, Examiner Hearing)

Application of ARCO Oil and Gas Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langley-Ellenburger Pool underlying the N/2 of Section 33, Township 22 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 7175: (Continued from February 25, 1981, Examiner Hearing)

Application of Conoco Inc. for compulsory pooling and a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp-Ellenburger formations underlying the S/2 of Section 19, Township 25 South, Range 37 East, to be dedicated to a well to be drilled at a standard location and dually completed in the Devonian and Ellenburger formations. 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 7186: Application of Sun Texas Company for salt water disposal, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the interval from 10,856 feet to 11,370 feet in its State C Account 1 Well No. 3 in Unit L of Section 2, Township 12 South, Range 33 East, Bagley Siluro-Devonian Pool.
- CASE 7187: Application of Blackwood & Nichols Co., Ltd. for four non-standard proration units, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of the following four Fruitland and Pictured Cliffs non-standard gas proration units: a 185.68-acre unit comprising the SW/4 of Section 1, Township 31 North, Range 7 West; a 181.4-acre unit comprising the SE/4 of said Section 1; a 176.68-acre unit comprising the SW/4 of Section 6, Township 31 North, Range 6 West; and a 175.21-acre unit comprising the SE/4 of said Section 6. All units are to be dedicated to wells drilled at standard locations thereon.
- CASE 7188: Application of Blackwood & Nichols Co., Ltd. for directional drilling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill its Northeast Blanco Unit Well No. 26-A, the surface location of which is 1160 feet from the North line and 60 feet from the West line of Section 8, Township 30 North, Range 7 West, and directionally drill said well in such a manner as to bottom it in the Mesaverde formation within 100 feet of a point 1190 feet from the North line and 790 feet from the West line of said Section 8, the W/2 of the section to be dedicated to the well; applicant further seeks authority to drill its Northeast Blanco Unit Well No. 32-A, the surface location of which is 1450 feet from the North line and 990 feet from the East line of Section 7, Township 30 North, Range 7 West, and directionally drill said well in such a manner as to bottom it in the Mesaverde formation within 100 feet of a point 1850 feet from the South line and 990 feet from the East line of said Section 7, the E/2 of the section to be dedicated to the well.

CASE 7170: (Continued from February 25, 1981, Examiner Hearing)

Application of Threshold Development Company for an NGPA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Atoka and Morrow formations for its Conoco 10A State Well No. 1Y in Unit F of Section 10, Township 19 South, Range 29 East.

- CASE 7189: Application of Threshold Development Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Morrow formation for its Conoco 7 State Well No. 1 in Unit N of Section 7, Township 19 South, Range 29 East.
- CASE 7190: Application of Threshold Development Company for an NGPA determination, Eddy County, New Nexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Atoka formation for its Conoco 10 State Com. Well No. 1 in Unit I of Section 10, Township 19 South, Range 29 East.
- CASE 7191: Application of Southland Royalty Company for an unorthodox well location, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the unorthodox location in the Potash-Oil

  Area of its State "14-A" Com. Well No. 1 1325 feet from the North line and 2303 feet from the East
  line of Section 14, Township 19 South, Range 29 East, Turkey Track Field.
- CASE 7192: Application of Southland Royalty Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Morrow formation for its Parkway A State Com. Well No. 1 in Unit H of Section 15, Township 19 South, Range 29 East.
- CASE 7193: Application of Southland Royalty Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Atoka and Morrow formations for its State 14 Com. Well No. 1 in Unit E of Section 14, Township 19 South, Range 29 East.
- CASE 7194: Application of Southland Royalty Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Morrow formation for its Parkway State Well No. 1 located in Unit K of Section 15, Township 19 South, Range 29 East.
- CASE 7195: Application of Southland Royalty Company for an NGPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Atoka and Morrow formations for its State 14 Well No. 1-A in Unit B of Section 14, Township 19 South, Range 29 East.
- Application of Dinero Operating Company for an unorthodox gas well location, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for an unorthodox location 1980 feet from the

  North line and 660 feet from the West line of Section 15, Township 22 South, Range 28 East, Pennsylvanian formation, the N/2 of said Section 15 to be dedicated to the well.
- CASE 7153: (Readvertised)

Application of C & E Operators, Inc. for compulsory pooling and a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying a 158.54-acre non-standard gas proration unit comprising the SW/4 of Section 8, Township 30 North, Range 11 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

- CASE 7197: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending vertical and horizontal limits of certain pools in Chaves, Eddy, and Lea Counties, New Mexico:
  - (a) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Bilbrey-Morrow Gas Pool. The discovery well is Getty Oil Company Getty 32 State Com Well No. 1 located in Unit G of Section 32, Township 21 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 32: E/2

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Strawn production and designated as the East Grama Ridge-Strawn Gas Pool. The discovery well is Minerals, Inc. Llano "3" State Com Well No. 1 located in Unit H of Section 3, Township 22 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 3: E/2

(c) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Lera-Norrow Gas Pool. The discovery well is John L. Cox Proctor Well No. 1 located in Unit D of Section 7, Township 11 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 32 EAST, NMPM Section 7: W/2

(d) CREATE new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the East Triste Draw-Wolfcamp Pool. The discovery well is Getty Oil Company State 29 J Well No. 1 located in Unit J of Section 29, Township 24 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM Section 29: SE/4

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

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 36: NW/4

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

TOWNSHIP 18 SOUTH, RANGE 37 EAST, NYPM Section 30: NW/4

(g) EXTEND the Bull's Eye-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 28 EAST, NMPM Section 1: SE/4 SW/4

(h) EXTEND the Bunker Hill-Penrose Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 31 EAST, NMPM Section 13: SW/4 SW/4

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

TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM Section 10: NE/4

(j) EXTEND the vertical limits of the Comanche Stateline Tansill-Yates-Seven Rivers Pool in Lea County, New Mexico, to include the Queen formation and redesignate said pool to Comanche Stateline Tansill-Yates-Seven Rivers-Queen Pool, and extend the horizontal limits of said pool to include therein:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM Section 27: SW/4

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

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM Section 26: NW/4 Section 27: S/2 NE/4

(1) EXTEND the Diablo-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM Section 22: W/2 SW/4 and SW/4 NW/4. Section 27: NW/4 NW/4

(m) EXTEND the Diamond Mound-Atoka Cas Pool in Eddy and Chaves Counties, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM

Section 34: S/2

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM

Section 15: N/2 Section 16: N/2

(n) EXTEND the Diamond Mound-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM Section 6: Lots 1, 2, 7, 8, 9, 10, 15 and 16

(o) EXTEND the Dublin Ranch-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM Section 21: E/2 Section 28: All

(p) EXTEND the Happy Valley-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM

Section 8: E/2
Section 9: W/2
Section 16: W/2
Section 17: All

(q) EXTEND the Kemnitz-Norrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 23: W/2

(r) EXTEND the L.E. Ranch-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 28 EAST, NMPM Section 29: S/2 NW/4
Section 30: S/2 NE/4

(s) EXTEND the Linda-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM Section 30: NW/4 SE/4 and SW/4 NE/4

(t) EXTEND the Maljamar Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 24: S/2

(u) EXTEND the East Millman-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NNPM Section 22: W/2 SE/4
Section 27: NW/4 NE/4 and NE/4 NW/4

(v) EXTEND the Ojo Chiso-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 14: All

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

TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM Section 30: S/2

(x) EXTEND the Penasco Draw Permo-Pennsylvanian Gas fool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM Section 2: E/2

(y) EXTEND the Railroad Mountain-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 28 EAST, NMPM Section 35: SW/4. SW/4

TOWNSHIP 8 SOUTH, RANGE 28 EAST, NMPM Section 2: W/2 NW/4

(z) EXTEND the East Siete-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NNPM Section 10: SE/4
Section 11: SW/4

(aa) EXTEND the Twin Lakes-San Andres Associated Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 29 EAST, NMPM Section 32: W/2 SW/4

TOWNSHIP 9 SOUTH, RANCE 28 EAST, NMPM Section 12: N/2 NE/4

TOWNSHIP 9 SOUTH, RANGE 29 EAST, NMPM Section 6: N/2 N/2

(bb) EXTEND the Warren-Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 29: SE/4
Section 32: E/2

(cc) EXTEND the Weir-Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 15: NE/4

Dockets Nos. 8-81 and 9-81 are tentatively set for March 11 and 25, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

#### DOCKET: EXAMINER HEARING - WEDNESDAY - FEBRUARY 25, 1981

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:

- CASE 7157: Application of Carl A. Schellinger for a unit agreement, Chaves County, New Mexico.

  Applicant, in the above styled cause, seeks approval for the Campbell Station Unit Area, comprising 3,841 acres, more or less, of State lands in Townships 8 and 9 South, Range 27 East.
- CASE 7158: Application of Grynberg & Associates for a unit agreement, Chaves County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the Silman Lake Unit Area, comprising 13,743 acres, more or less, of State and fee lands in Townships 9 and 10 South, Ranges 26 and 27 Fast
- CASE 7159: Application of Consolidated Oil à Gas, Inc. for downhole commingling, San Juan County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the downhole commingling of Greenhorn and Dakota production in the wellbore of its Navajo Well No. 2-E located in Unit C of Section 11, Township 25 North, Range 10 West.
- CASE 7160: Application of Harlan 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 2370 feet from the North line and 1528 feet from the West line of Section 31, Township 29 North, Range 11 West, Fulcher Kutz-Pictured Cliffs Pool, the NN/4 of said Section 31 to be dedicated to the well.
- CASE 7148: (Continued from February 11, 1981, Examiner Hearing)

Application of Twin Montana Oil Company for a non-standard oil proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre Vada-Pennsylvanian oil proration unit comprising the S/2 NE/4 of Section 3, Township 9 South, Range 35 East, to be dedicated to its Nebb Federal Well No. 1 located in Unit G of said Section 3.

CASE 7051: (Continued from January 28, 1981, Examiner Hearing)

Application of Petro Lewis Corporation for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry and Drinkard production in the wellbore of its L. G. Warlick "B" Well No. 2 located in Unit G of Section 19, Township 21 South, Range 37 East.

CASE 7140: (Continued from February 11, 1981, Examiner Hearing)

Application of Yates Petroleum Corporation 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 Morrow formation underlying the N/2 of Section 26, Township 21 South, Range 26 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North line and 1650 feet from the East line of said Section 26. 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 7149: (Continued from February 11, 1981, Examiner Hearing)

Application of John H. Hendrix Corporation for the extension of the vertical limits of the Langlie Mattix Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the vertical limits of the Jalmat Pool and the upward extension of the vertical limits of the Langlie Mattix Pool to a depth of 3362 feet, subsurface, underlying Unit O of Section 19, Township 23 South, Range 37 East.

CASE 7161: Application of John Yuronka for four compulsory poolings, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langlie Mattix Pool underlying the four 40-acre proration units comprising the SW/4 of Section 31, Township 22 South, Range 37 East, to be dedicated to wells to be drilled at standard locations 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, designation of applicant as operator of the wells, and a charge for risk involved in drilling said wells.

- CASE 7162: Application of McCulloch Oil & Cas Company for compulsory pooling, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the McKee formation underlying the E/2 of Section 25, 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 7163: Application of ARCO 0il and Gas Company for the extension of the vertical limits of the Langlie Nattix Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the vertical limits of the Jalmat Pool and the upward extension of the vertical limits of the Langlie Mattix Pool by 165 feet underlying the NE/4 SE/4 of Section 35, Township 23 South, Range 36 East.
- CASE 7164: Application of ARCO Oil and Gas Company for compulsory pooling, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Devonian and Ellenburger formations, Custer Field, underlying the N/2 of Section 6, Township 25 South, Range 37 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 7165: Application of ARCO 0il and Gas Company for compulsory pooling, Lea County; New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langley-Ellenburger Pool underlying the N/2 of Section 33, Township 22 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 7166: Application of Inexco Oil Company for a unit agreement, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the Chosa Draw Unit Area, comprising 2,560 acres, more or less, of Federal and State lands in Townships 25 and 26 South, Range 25 East.
- Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the Made Well Anticline Unit Area, comprising 39,238 acres, more or less, of State, Federal, and fee lands in Townships 12, 13, and 14 South, Ranges 21 and 22 East.
- CASE 7168: Application of Cavalcade Oil Corporation for an exception to Order No. R-3221, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221 to permit disposal of produced brine into an unlined surface pit located in Unit K or L of Section 33, Township 18 South, Range 30 East.
- CASE 7129: (Continued from February 11, 1981, Examiner Hearing)

Application of Koch Exploration Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the N/2 of Section 28, Township 28 North, Range 8 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

- CASE 7169: Application of Koch Exploration Company for compulsory pooling, San Juan County, New Mexico.

  Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the S/2 of Section 22, Township 28 North, Range 8 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, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7170: Application of Threshold Development Company for an NCPA determination, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the Atoka and Morrow formations for its Conoco 10A State Well No. 1Y in Unit F of Section 10, Township 19 South, Range 29 East.

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- CASE 7171: Application of Zia Energy Inc. for a non-standard gas proration unit, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks approval of a 120-acre non-standard proration unit in the Eumont Gas Pool comprising the SU/4 SE/4 of Section 27, and the N/2 NE/4 of Section 34, Township 20 South, Range 36 East, to be dedicated to its Elliott "A" State Well No. 1 located 660 feet from the South line and 1980 feet from the East line of said Section 27.
- CASE 7172: Application of Caulkins Oil Company for two unorthodox gas well locations, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of the following two wells on its Breech A Lease to be recompleted in the Chacra, Mesaverde, and Dakota formations: No. 157 located 1980 feet from the North line and 660 feet from the West line of Section 10 and No. 629 located 660 feet from the North line and 760 feet from the West line of Section 9, both in Township 26 North, Range 6 West.
- CASE 7173: Application of V-F Petroleum Inc. for an unorthodox well location, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 330 feet from the North line and 1150 feet from the East line of Section 5, Township 16

  South, Range 38 East, South Denton-Devonian Pool, the NE/4 NE/4 of said Section 5 to be dedicated to the well.
- CASE 7174: Application of Jake L. Hamon 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 660 feet from the South and West lines of Section 36, Township 23 South, Range 26 East, South Carlsbad-Morrow Cas Pool, the S/2 of said Section 36 to be decicated to the well.
- CASE 7175: Application of Conoco Inc. for compulsory pooling and a dual completion, Lea County, New Nexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp-Ellenburger formations underlying the S/2 of Section 19, Township 25 South, Range 37 East, to be dedicated to a well to be drilled at a standard location and dually completed in the Devonian and Ellenburger formations. 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.

BEFORE THE OIL CONSERVATION DIVISION CEIVED
OF THE
NEW MEXICO ENERGY AND MINERALS DEPARTMENT OF 1994

OIL CONSERVATION DIVISION SANTA FE

In the Matter of the Application of John Yuronka for Compulsory Pooling, Lea County, New Mexico

No. 7/6/

#### APPLICATION

Comes now John Yuronka, by his attorneys Jasper and Buell and applies to the Oil Conservation Division of the New Mexico Energy and Minerals Department for an order pooling all the mineral interests beneath the Southwest Quarter of Section Thirty-One, Township Twenty-Two South, Range Thirty-Seven East, N.M.P.M. (SW 1/4, Sec. 31, T 22 S, R 37 E), Lea County, New Mexico, within the vertical limits of the Langlie Mattix Pool or in the alternative from the depth of three thousand five hundred (3,500) feet to one hundred (100) feet below total depth of a well drilled on the above referenced lands not to exceed four thousand (4,000) feet and in support of this application states:

- 1. Applicant is the operator of and interested party in the mineral interests under the above described lands within the intervals designated.
- 2. The above described lands and intervals will be designated to wells that are to be drilled on standard locations in accordance with appropriate statewide spacing rules.
- 3. Applicant has attempted to obtain the participation of all remaining working interests in the above described lands and intervals in the drilling of the proposed wells but has not been successful.
- 4. Applicant is entitled to a reasonable allocation of costs in the drilling of the wells as well as a reasonable charge for the supervision of drilling and operating said wells.

- 5. Applicant is entitled to be designated the operator of said wells.
- 6. Applicant asks that it be awarded a three hundred percent (300%) risk factor to be charged non-participating interest owners.
  - 7. Working interest parties affected by this application include:

Tennaco 011 Company Attn: Michael Heinze 6800 Park Ten Blvd. Suite 200 North San Antonio, Texas 78213

- 8. The granting of this application will prevent waste and protect correlative rights.
- 9. This application may be heard by the Oil Conservation Division or one of its examiners.

Respectfully submitted,

JASPER and BUELL

By:

Sumner G. Buell Attorneys for Applicant Post Office Box 1626

Santa Fe, New Mexico 87501

BEFORE THE OIL CONSERVATION DIVISION ECEIVED

NEW MEXICO ENERGY AND MINERALS DEPARTMENT

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OIL CONSERVATION DIVISION SANTA FE

In the Matter of the Application of John Yuronka for Compulsory Pooling, Lea County, New Mexico

No. 7/6/

#### APPLICATION

Comes now John Yuronka, by his attorneys Jasper and Buell and applies to the Oil Conservation Division of the New Mexico Energy and Minerals Department for an order pooling all the mineral interests beneath the Southwest Quarter of Section Thirty-One, Township Twenty-Two South, Range Thirty-Seven East, N.M.P.M. (SW 1/4, Sec. 31, T 22 S, R 37 E), Lea County, New Mexico, within the vertical limits of the Langlie Mattix Pool or in the alternative from the depth of three thousand five hundred (3,500) feet to one hundred (100) feet below total depth of a well drilled on the above referenced lands not to exceed four thousand (4,000) feet and in support of this application states:

- 1. Applicant is the operator of and interested party in the mineral interests under the above described lands within the intervals designated.
- 2. The above described lands and intervals will be designated to wells that are to be drilled on standard locations in accordance with appropriate statewide spacing rules.
- 3. Applicant has attempted to obtain the participation of all remaining working interests in the above described lands and intervals in the drilling of the proposed wells but has not been successful.
- 4. Applicant is entitled to a reasonable allocation of costs in the drilling of the wells as well as a reasonable charge for the supervision of drilling and operating said wells.

5. Applicant is entitled to be designated the operator of said wells.

6. Applicant asks that it be awarded a three hundred percent (300%) risk factor to be charged non-participating interest owners.

7. Working interest parties affected by this application include:

Tenneco Oil Company Attn: Michael Heinze 6800 Park Ten Blvd. Suite 200 North San Antonio, Texas 78213

- 8. The granting of this application will prevent waste and protect correlative rights.
- 9. This application may be heard by the Oil Conservation Division or one of its examiners.

Respectfully submitted,

JASPER and BUELL

Sumner G. Buell

Attorneys for Applicant Post Office Box 1626

Santa Fe, New Mexico 87501

BEFORE THE OIL CONSERVATION DIVISION
OF THE FEBO 5 1981
NEW MEXICO ENERGY AND MINERALS DEPARTMENT
OIL CONSTRUCTION DIVISION
SANTA FE

In the Matter of the Application of John Yuronka for Compulsory Pooling, Lea County, New Mexico

No. 7/61

#### APPLICATION

Comes now John Yuronka, by his attorneys Jasper and Buell and applies to the Oil Conservation Division of the New Mexico Energy and Minerals Department for an order pooling all the mineral interests beneath the Southwest Quarter of Section Thirty-One, Township Twenty-Two South, Range Thirty-Seven East, N.M.P.M. (SW 1/4, Sec. 31, T 22 S, R 37 E), Lea County, New Mexico, within the vertical limits of the Langlie Mattix Pool or in the alternative from the depth of three thousand five hundred (3,500) feet to one hundred (100) feet below total depth of a well drilled on the above referenced lands not to exceed four thousand (4,000) feet and in support of this application states:

- Applicant is the operator of and interested party in the mineral interests under the above described lands within the intervals designated.
- 2. The above described lands and intervals will be designated to wells that are to be drilled on standard locations in accordance with appropriate statewide spacing rules.
- 3. Applicant has attempted to obtain the participation of all remaining working interests in the above described lands and intervals in the drilling of the proposed wells but has not been successful.
- 4. Applicant is entitled to a reasonable allocation of costs in the drilling of the wells as well as a reasonable charge for the supervision of drilling and operating said wells.

5. Applicant is entitled to be designated the operator of said wells.

6. Applicant asks that it be awarded a three hundred percent (300%) risk factor to be charged non-participating interest owners.

7. Working interest parties affected by this application include:

Tenneco Oil Company Attn: Michael Heinze 6800 Park Ten Blvd. Suite 200 North San Antonio, Texas 78213

- 8. The granting of this application will prevent waste and protect correlative rights.
- 9. This application may be heard by the 0il Conservation Division or one of its examiners.

Respectfully submitted,

JASPER and BUELL

By:

Sumner G. Buell O Attorneys for Applicant

Post Office Box 1626

Santa Fe, New Mexico 87501

DRAFT

# STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

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

CASE NO. 7161
Order No. R- 6625

APPLICATION OF JOHN YURONKA FOR FOUR COMPULSORY POOLINGS, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

Gyl.

3Y	THE	DIVISION:	

This cause came on for hearing at 9 a.m. on March 11

1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this day of March, 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. 7161 is hereby dismissed.

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