BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEAR ING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1272 Order No. R-1055

Entered September 35, 1957 N.P.

APPLICATION OF EL PASO NATURAL GAS COMPANY FOR THE TRANSFER AND/OR NON-CANCELLATION AND REINSTATEMENT OF ALLOWABLES FOR WELLS PREVIOUSLY INVOLVED IN MAXIMUM PRESSURE BUILD-UP TESTS IN THE BLANCO MESAVERDE AND BALLARD-PICTURED CLIFFS GAS POOLS.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock a.m. on June 25, 1957, at Farmington, New Mexico, before Warren W. Mankin, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this $//{2^{e^{+}}}$ day of September, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Warren W. Mankin, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this case and the subject matter thereof.

(2) That the applicant, El Paso Natural Gas Company, commenced maximum pressure build-up tests on the following named wells in the years 1955 and 1956:

WELL NAME			LO	CAT	TION OF	WEI	LLS
Fields No. 1 Well	N/2	25	-	32	North	11	West
Jacques Pool Unit No. 1 Well					North		
Mansfield No. 4 Well					North		
Mudge No. 5 Well					North		
Pierce Federal No. 1 Well					North		
Hargraves No. 2 Well					North	10	West
Fields No. 5 Well	₩/2	28		32	North	11	West
					North		
Howell "D" No. 2 Well					North		
Howell "E" No. 2 Well					North		
Prichard No. 2-1Well					North		
San Juan 30-6 Wilson No. 6 Well	₩/2	35	-	30	North	7	West
Zachary No. 1 Well	S/2	25	-	31	North	11	West
Lindsay "A" No. 1 Well	E/2	19	-	30	North	8	West
Day "A" No. 4 Well	W/2	8	-	29	North	8	West
Ballard No. 2-14	NW/4	14	-	26	North	9	West

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(3) That all the above-described tests have been completed.

(4) That El Paso Natural Gas Company by this application seeks an order of the Commission reinstating certain underage which was cancelled on six of the aforementioned wells on February 1, 1957 and further, authorizing the non-cancellation of underage accrued to all of the aforementioned wells until February 1, 1958, and further, authorizing the transfer of the allowables accrued to said wells to other wells on the same basic lease.

(5) That the reinstatement of underage which has been cancelled and redistributed in accordance with the applicable pool rules would be unfair to the other operators in the pool in that it would reduce the amount of gas which each of said operators would be permitted to produce from a common source of supply.

(6) That it is not necessary to specifically authorize the non-cancellation of underage presently accrued to the aforementioned wells since the Commission has by Order No. R-1044 suspended the cancellation of underage in all the pools affected by this application until February 1, 1958.

(7) That the transfer of the allowables accrued to the aforementioned wells should not be authorized since all of the tests have already been completed and all of said wells are back on production.

IT IS THEREFORE ORDERED:

(1) That the application of El Paso Natural Gas Company for the reinstatement of cancelled underage and for the transfer and/or non-cancellation of allowables for the following named wells which have been previously involved in maximum pressure build-up tests in the Blanco Mesaverde and Ballard-Pictured Cliffs Gas Pools, be and the same is hereby denied:

WELL NAME		LOCATION OF WELLS	
Fields No. 1 Well	N/2	25 - 32 North 11 West	
Jacques Pool Unit No. 1 Well	S/2	26 - 31 North 9 West	
Mansfield No. 4 Well	E/2	29 - 30 North 9 West	
Mudge No. 5 Well	W/2	3 - 31 North 11 West	
Pierce Federal No. 1 Well	W/2	17 - 30 North 9 West	
Hargraves No. 2 Well	SE/4	9 - 27 North 10 West	
Fields No. 5 Well	₩/2	28 - 32 North 11 West	
Grambling No. 3 Well	₩/2	22 - 29 North 9 West	
Howell "D" No. 2 Well	W/2	29 - 31 North 8 West	
Howell "E" No. 2 Well	E/2	14 - 30 North 8 West	
Prichard No. 2-1 Well	E/2	34 - 31 North 9 West	
San Juan 30-6 Wilson No. 6 Well	W/2	35 - 30 North 7 West	
Zachary No. 1 Well	S/2	25 - 31 North 11 West	
Lindsay "A" No. 1 Well	E/2	19 - 30 North 8 West	
Day "A" No. 4 Well		8 - 29 North 8 West	
Ballard No. 2-14	NW/4	14 - 26 North 9 West	

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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