

NEW MEXICO OIL CONSERVATION COMMISSION

COMMISSION HEARINGSANTA FE, NEW MEXICOHearing Date MAY 12, 1983 Time: 9:00 A.M.

NAME	REPRESENTING	LOCATION
Ernst L. Padilla	Clements Energy, Inc	SF
Paul Huber	Byrum	Santa Fe
Dennis Emery	Clements Energy, Inc.	Midland
Wayne Newburnet	" "	"
William A. Fay	Campbell, Boyd and Back	Santa Fe
A. H. CARPENTER	BLIT	SANTA FE
Stogner	OCD	S. F.

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A P P E A R A N C E S

For P. A. Poole: William F. Carr, Esq.
CAMPBELL, BYRD, & BLACK P.A.
Jefferson Place
Santa Fe, New Mexico 87501

I N D E X

DENNIS EIMERS

Direct Examination by Mr. Padilla	4
Cross Examination by Mr. Ramey	8

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2 MR. RAMEY: The hearing will come to
3 order.

4 Let's call first this morning Case
5 Number 7868.

6 MR. PEARCE: That case is on the
7 application of Clements Energy, Incorporated, for amendment
8 of Order No. R-7155 and Order R-7155-A, Lea County, New Mexico.

9 MR. PADILLA: Mr. Examiner, Ernest L.
10 Padilla of Santa Fe, New Mexico, for the applicant.

11 I have one witness to be sworn.

12 MR. CARR: May it please the Commis-
13 sion, my name is William F. Carr, with the law firm Campbell,
14 Byrd, and Black, P. A., of Santa Fe, appearing on behalf of
15 Mr. P. A. Poole.

16 I will call no witnesses.

17 MR. PEARCE: Could I ask the witness
18 to rise, please?

19
20 (Witness sworn.)

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22 MR. PADILLA: Mr. Ramey, before I
23 proceed, I would ask that the exhibits and the testimony from
24 the previous two hearings be incorporated by reference.

25 We plan to introduce no new exhibits,

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merely try to solicit some new testimony from Mr. Eimers to clarify and present our case.

MR. RAMEY: All right. The exhibits from the previous two cases will be consolidated with the -- in this case.

DENNIS EIMERS,

being called as a witness and being duly sworn upon his oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. PADILLA:

Q. Mr. Eimers, for the record would you please state your name and what your connection to the applicant is?

A. Yes. My name is Dennis Eimers and I am a consulting geologist, representing Clements Energy.

Q. Where do you reside, Mr. Eimers?

A. In Midland, Texas.

Q. Have you testified in the previous case involving this same matter and had your credentials accepted as a matter of record in that case?

A. Yes, I have.

Q. And you've also testified before the Division at other hearings, is that correct?

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A. Yes, I have.

MR. PADILLA: Mr. Ramey, we tender his credentials.

MR. RAMEY: Mr. Eimers is qualified.

Q. Mr. Eimers, would you tell us what the purpose of today's hearing is?

A. Yes. The reason why we wanted to amend our original application was for the reason that it came out to be pooled the Clements Energy MGF New Mexico 14 State Com No. 1 Well, which we force pooled, we ended up force pooling the Pennsylvanian.

Well, in subsequent conversations with Paul Kautz, who's a State Geologist with the Oil and Gas Commission in Hobbs, in the Hobbs office, on March 29th and also on March 30th of this year, we spoke with him and found that there is some confusion as to what is designated Pennsylvanian, what is designated as being Wolfcamp, and what is designated as being Permo-Pennsylvanian in this given area, and we found that the Caymon Corporation No. 1 High Plains Well in Section 14 of Township 14 South, Range 34 East, which is in the same section as Clements plans to drill this well, is prorated in the Caymon -- pardon me, in the High Plains Pennsylvanian Field.

Well, according to the new correlations

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that Mr. Kautz is coming up with, he would -- he would say that it's producing out of the Wolfcamp; therefor, if we drilled this well and discovered the same pay zone, technically we would not have -- we would not be under the forced pooling order.

So what we propose to do is amend our application simply to say Wolfcamp and Pennsylvanian to alleviate any problem as to what the producing interval is called.

And that's simply all we're trying to do -- to accomplish today.

Q. The testimony and the evidence that you presented at the other hearings would remain the same as to the Wolfcamp and the Pennsylvanian, is that --

A. That's correct.

Q. And that is the extent of what you are trying to do here today?

A. Yes. There's been no material changes in any of the geological testimony or evidence, or anything. It's just a matter of semantics.

Q. Would the risk for drilling the well remain the same?

A. Yes, it would.

Q. Would the cost of drilling the well remain the same?

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2 A. Yes, it would.

3 Q. All other matters as found in the order,
4 R-7155-A, would remain the same.

5 A. Yes.

6 MR. PADILLA: Mr. Chairman, I have
7 no other questions of the witness and would pass the witness
8 at this time.

9 MR. EIMERS: Any questions of Mr.
10 Eimers? Mr. Carr.

11

12 MR. CARR: I just have one question,
13 Mr. Ramey.

14 Did you incorporate the exhibits and
15 the transcript of the previous hearing into the record of this
16 case?

17 MR. RAMEY: I was requested to in-
18 corporate the exhibits.

19 MR. CARR: Will you also include the
20 transcript?

21 MR. RAMEY: I will also include the
22 transcript.

23 MR. CARR: Then I have no questions.

24 MR. PADILLA: No objection.

25 MR. RAMEY: Any other questions? Any

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2 questions of Mr. Eimers?

3 MR. PADILLA: We would request an
4 expeditious hearing on this matter.

5 MR. RAMEY: An expeditious order?
6 You've had an expeditious hearing.

7 MR. PADILLA: Order, I'm sorry.

8 MR. RAMEY: The witness may be ex-
9 cused.

10
11 CROSS EXAMINATION

12 BY MR. RAMEY:

13 Q. Let me ask you a question, Mr. Eimers.

14 A. Yeah.

15 Q. So therefor on advice of the Division's
16 geologist in Hobbs --

17 A. Uh-huh.

18 Q. When you are amending, or seeking to amend
19 this to include the Wolfcamp.

20 A. Right.

21 Q. Because it may be a Wolfcamp well.

22 A. He's -- he's actually going to, when he
23 goes through and officially changes names, to avoid some con-
24 fusion, he's going to call it Permo-Penn, but we thought,
25 since the order already said Pennsylvanian, if we would just

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add the name Wolfcamp, that would be enough to clarify any possible confusion.

Q. Okay, thank you.

A. Thank you.

MR. RAMEY: Do you have anything further, Mr. Padilla?

MR. PADILLA: Nothing further.

MR. RAMEY: We'll take the case under advisement.

(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 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 CSR

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