

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

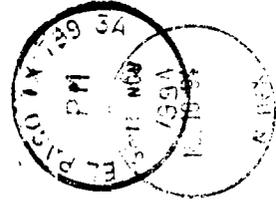
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El Paso, Texas 79915
El paquete devuelto al remitente
FORWARDING ORDER EXPIRED



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

November 10, 1994

CERTIFIED -RETURN
RECEIPT REQUESTED

Mr. Troy Strickland
S&I Oil Co.
#286 US Hwy. 64
Farmington, New Mexico 87401

Marmac Petroleum Co.
2120 South Holly 207
Denver, Colorado 80222

JC Well Service
1604 East 30th
Farmington, New Mexico 87401

CharaCretia Dibartolo, Esq.
Peabody & Arnold
50 Rowes Wharf
Boston, Massachusetts 02110-3342

Bond Department
Commercial Union Insurance Company
P. O. Box 937001
El Paso, Texas 79925

Gentlemen:

Enclosed is a copy of the advertisement of the Examiner Hearing to be held on Thursday, December 1, 1994, at 8:15 a.m. in the Oil Conservation Division Hearing Room, 2040 S. Pacheco, Santa Fe, New Mexico. Case 11144 concerns the plugging bond for seven wells in San Juan County, New Mexico.

Sincerely,

Rand Carroll

RAND CARROLL
Legal Counsel

by FD

RC/fd
enc.

NOTICE OF PUBLICATION

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO**

The State of New Mexico by its Oil Conservation Division hereby gives notice pursuant to law and Rules and Regulations of said Division promulgated thereunder of the following public hearing to be held at 8:15 A.M. on **December 1, 1994**, at the Oil Conservation Commission Hearing Room, 2040 South Pacheco, Santa Fe, New Mexico, before an examiner duly appointed for said hearing as provided by law. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact Florene Davidson at 505-827-7132 or through the New Mexico Relay Network, 1-800-659-1779 by November 22, 1994. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

**STATE OF NEW MEXICO TO:
All named parties and persons
having any right, title, interest
or claim in the following cases
and notice to the public.**

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

CASE 11144:

In the matter of the hearing called by the Oil Conservation Division ("Division") on its own motion to permit the operator, S & I Oil Company, American Employers' Insurance Company, and all other interested parties to appear and show cause why any or all of the following seven wells located in Township 29 North, Range 15 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program:

<u>WELL NAME AND NO.</u>	<u>FOOTAGE LOCATION</u>	<u>SECTION</u>	<u>UNIT</u>
Barbara Well No. 1	760'FSL - 810'FEL	12	P
Davie Well No. 1	330'FSL - 870'FWL	2	M
Moore Well No. 1	1980'FNL - 660'FWL	12	E
TRS-EV Well No. 1	2130'FNL - 810'FEL	11	H

CASE 11145:

**Application of Meridian Oil Inc. for
downhole commingling and an unorthodox
coal gas well location, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (160-acre dedication comprising the SE/4) with gas from the Basin-Fruitland Coal (Gas) Pool within the wellbore of its existing McClure Well No. 1 located 990 feet from the South line and 1650 feet from the East line (Unit O) of Section 3, Township 29 North, Range 11 West. Said well location is considered to be an "off-pattern" unorthodox coal gas well location and is to be dedicated to a standard 305.47-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool comprising Lots 1 and 2, the S/2 NE/4, and the SE/4 (E/2 equivalent) of said Section 3. Said well is located approximately 2 miles north of Bloomfield, New Mexico.

CASE 11146:

**Application of Meridian Oil Inc. for
downhole commingling and an unorthodox
coal gas well location, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (145.33-acre dedication comprising Lots 3 and 4 and the S/2 NW/4, being the NW/4 equivalent) with gas from the Basin-Fruitland Coal (Gas) Pool within the wellbore of its existing Murphy "A" Com A Well No. 2 located 990 feet from the North line and 1650 feet from the West line (Lot 3/Unit C) of Section 2, Township 29 North, Range 11 West. Said well location is considered to be an "off-pattern" unorthodox coal gas well location and is to be dedicated to a standard 305.33-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool comprising Lots 3 and 4, the S/2 NW/4, and the SW/4 (W/2 equivalent) of said Section 2. Said well is located approximately 3.5 miles north-northeast of Bloomfield, New Mexico.

CASE 11139: (Readvertised)

**Application of Meridian Oil Inc. for
downhole commingling and an unorthodox
coal gas well location, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (160-acre, NW/4 dedication) with gas from the Basin-Fruitland Coal (Gas) Pool within the wellbore of its existing Seymour Com Well No. 1 located 990 feet from the North line and 1650 feet from the West line (Unit C) of Section 36, Township 30 North, Range 11 West. Said well location is considered to be an "off-pattern" unorthodox coal gas well location and is to be dedicated to a standard 320-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool comprising the W/2 of said Section 36. Said well is located approximately 6 miles southwest of Aztec, New Mexico.

CASE 11147:

**Application of Southland Royalty
Company for downhole commingling and
an unorthodox coal gas well location, San
Juan County, New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Fulcher Kutz-Pictured Cliffs Pool gas production (160-acre dedication comprising SE/4) with gas from the Basin-Fruitland Coal (Gas) Pool within the wellbore of its existing McGrath Well No. 3 located 1650 feet from the South and East lines (Unit J) of Section 3, Township 29 North, Range 12 West. Said well location is considered to be an "off-pattern" unorthodox coal gas well location and is to be dedicated to a standard 319.86-acre gas spacing and proration unit for the Basin-Fruitland Coal (Gas) Pool comprising Lots 1 and 2, the S/2 NE/4, and the SE/4 (E/2 equivalent) of said Section 3. Said well is located approximately 3 miles southwest of Flora Vista, New Mexico.

CASE 11148:

**Application of Meridian Oil Inc. for
downhole commingling and a non-
standard gas proration unit, San Juan
County, New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (134.36-acre dedication comprising Lots 3, 4 and the S/2 SW/4, being SW/4 equivalent) with gas production from the Basin-Fruitland Coal (Gas) Pool within the wellbore of its existing Zachry Well No. 1 located at a standard gas well location for both intervals 990 feet from the South line and 1650 feet from the West line (Unit N) of Irregular Section 12, Township 28 North, Range 10 West. All of said Section 12 is to be dedicated to the Basin-Fruitland Coal (Gas) Pool thereby forming a non-standard 270.11-acre gas spacing and proration unit. Said well is located approximately 8-1/2 miles southeast of Bloomfield, New Mexico. **IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.**

CASE 11149:

**Application of Meridian Oil Inc. for
downhole commingling, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (149.72-acre dedication comprising Lots 1, 2, 7, and 8, being the NE/4 equivalent) with gas production from the Basin-Fruitland Coal (Gas) Pool (305.68-acre standard dedication comprising Lots 1, 2, 7, 8, 9, 10, 11 and the SW/4 SE/4, being the E/2 equivalent) within the wellbore of its existing Feuille "A" Well No. 2 located at a standard gas well location for both intervals 1090 feet from the North line and 1650 feet from the East line (Lot 2/Unit B) of Section 17, Township 29 North, Range 10 West. Said well is located approximately 4-1/2 miles northeast of Bloomfield, New Mexico. **IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.**

CASE 11150:

**Application of Meridian Oil Inc. for
downhole commingling, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (160-acre standard dedication comprising the NE/4) with gas production from the Basin-Fruitland Coal (Gas) Pool (320-acre standard dedication comprising the E/2) within the wellbore of its existing Schultz Com "D" Well No. 8 located at a standard gas well location for both intervals 990 feet from the North line and 1190 feet from the East line (Unit A) of Section 16, Township 29 North, Range 10 West. Said well is located approximately 3 miles northwest of Blanco, New Mexico. **IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.**

CASE 11151:

**Application of Meridian Oil Inc. for
downhole commingling, San Juan County,
New Mexico.**

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Aztec-Pictured Cliffs Pool gas production (160-acre standard dedication comprising the SW/4) with gas production from the Basin-Fruitland Coal (Gas) Pool (320-acre standard dedication comprising the W/2) within the wellbore of its existing Schultz Com "B" Well No. 6 located at a standard gas well location for both intervals 990 feet from the South and West lines (Unit M) of Section 16, Township 29 North, Range 10 West. Said well is located approximately 3.5 miles west of Blanco, New Mexico. **IN THE ABSENCE OF OBJECTION, THIS APPLICATION WILL BE TAKEN UNDER ADVISEMENT.**

CASE 11152:

Joint application of Texaco Exploration and Production, Inc. and Marathon Oil Company for a pressure maintenance project, unorthodox injection well locations, and qualification for the recovered oil tax credit pursuant to the New Mexico Oil Recovery Act, Lea County, New Mexico.

Applicants, in the above-styled cause, seek authority to institute a cooperative pressure maintenance project in the Vacuum-Drinkard Pool comprising portions of Section 36, Township 17 South, Range 34 East; Section 31, Township 17 South, Range 35 East; Section 1, Township 18 South, Range 34 East; and, Section 6, Township 18 South, Range 35 East, by the injection of water into two existing wells and six wells to be drilled at locations considered to be unorthodox. Applicants further seek to qualify this project for the Recovered Oil Tax Rate under the "Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). Said project is located approximately 1.5 miles south of Buckeye, New Mexico.

CASE 11153:

Application of Amoco Production Company for downhole commingling, San Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval to downhole commingle Blanco-Mesaverde Pool gas production with Basin-Dakota Pool gas production within the wellbore of its Martinez Gas Com Well No. 1G located 1198 feet from the North line and 790 feet from the East line (Unit A) of Section 24, Township 29 North, Range 10 West. Said well is located inside the town in Blanco, New Mexico.

CASE 11154 :

Application of Amoco Production

Company for downhole commingling, San

Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional West Kutz-Pictured Cliffs Pool gas production (160-acre standard dedication comprising the NE/4) with gas production from the Basin-Fruitland Coal (Gas) Pool (320-acre standard dedication comprising the N/2) within the wellbore of its existing McGrady Gas Com "C" Well No. 1-E located at a standard gas well location for both intervals 1000 feet from the North line and 1740 feet from the East line (Unit B) of Section 14, Township 27 North, Range 12 West. Said well is located approximately 12 miles southeast by south of Farmington, New Mexico.

CASE 11155:

Application of Amoco Production

Company for downhole commingling, San

Juan County, New Mexico.

Applicant, in the above-styled cause, seeks approval to downhole commingle conventional Blanco-Pictured Cliffs Pool gas production (160-acre standard dedication comprising the NE/4) with gas production from the Basin-Fruitland Coal (Gas) Pool (320-acre standard dedication comprising the N/2) within the wellbore of its proposed Ruth Well No. 1 located at a standard gas well location for both intervals 940 feet from the North line and 790 feet from the East line (Unit A) of Section 8, Township 31 North, Range 10 West. Said well is located approximately 1.5 miles south southwest of Blanco, New Mexico.

CASE 11156:

Application of Maralo, Inc. for compulsory pooling, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Bone Spring formation, underlying the NE/4 NW/4 (Unit C) of Section 30, Township 23 South, Range 30 East, forming a standard 40-acre oil spacing and proration unit. Said unit is to be dedicated to a well to be drilled at a standard oil well 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 the operator of the well and a charge for risk involved in drilling and completing said well. Said unit is located approximately 10 miles east by south of Loving, New Mexico.

CASE 11157:

Application of OXY USA, Inc. for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location in the Eumont Gas Pool to be drilled 2145 feet from the South line and 495 feet from the West line (Lot 3/Unit L) of Section 30, Township 19 South, Range 37 East. Said well is to be simultaneously dedicated with the State "E" Well No. 5 located in Unit "N" of said Section 30, to the existing 157-acre, more or less, non-standard gas spacing and proration unit comprising Lots 3 and 4 and the E/2 SW/4 (SW/4 equivalent) of said Section 30 (established by Division Administrative Order NSP-224), which is located approximately 2 miles west by north of Monument, New Mexico.

CASE 11129:

Application of Conoco, Inc. for a non-standard gas proration unit and an unorthodox gas well location, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval to drill its proposed State "A-19" Well No. 2 at an unorthodox gas well location for the Eumont Gas Pool 1760 feet from the South line and 624 feet from the West line (Lot 3/Unit L) of Section 19, Township 19 South, Range 37 East. Further, the applicant seeks to dedicate said well to a non-standard 38.68-acre gas spacing and proration unit comprising Lot 3 (the NW/4 SW/4 equivalent) of said Section 19, which is located approximately 2 miles northwest by west of Monument, New Mexico.

CASE 11159:

Application of Conoco, Inc. for an unorthodox gas well location and simultaneous dedication, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location in the Eumont Gas Pool for its existing Lockhart "B-28" Well No. 1 located 660 feet from the North and West lines (Unit D) of Section 28, Township 21 South, Range 36 East. Said well is to be simultaneously dedicated with the Lockhart "B-28" Well Nos. 2 and 3 located in Units "E" and "L", respectively, of said Section 28, to the existing 240-acre non-standard gas spacing and proration unit comprising the W/2 NW/4 and the SW/4 of said Section 28 (established by Division Administrative Order NSP-127), which is located approximately 2.5 miles south southwest of Oil Center, New Mexico.

Given under the Seal of the State of New Mexico Oil Conservation Commission at Santa Fe, New Mexico on this 10th day of November, 1994.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION