

DOCKET: REGULAR HEARING - WEDNESDAY - OCTOBER 18, 1967

OIL CONSERVATION COMMISSION - 9 A.M., MORGAN HALL, STATE LAND OFFICE BUILDING,
SANTA FE, NEW MEXICO

- ALLOWABLE: (1) Consideration of the oil allowable for November, 1967;
- (2) Consideration of the allowable production of gas for November, 1967, from thirteen prorated pools in Lea, Eddy and Roosevelt Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for November, 1967.

CASE 3664: Application of William A. and Edward R. Hudson for salt water disposal, Eddy County, New Mexico. Applicants, in the above-styled cause, seek authority to dispose of produced salt water into the Lower San Andres formation in the interval from 4125 feet to 4905 feet in their Puckett "A" Well No. 16 located 2180 feet from the North line and 660 feet from the East line of Section 24, Township 17 South, Range 31 East, Maljamar Pool, Eddy County, New Mexico.

CASE 3665: Application of William A. and Edward R. Hudson for an exception to Order No. R-3221, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an exception for a temporary period of one year to the provisions of Order No. (2) of Commission Order No. R-3221, which, effective January 1, 1968, prohibits the surface disposal of water produced in conjunction with the production of oil from any waterflood or pressure maintenance project. The exception sought would be for applicants' waterflood project operated on their Puckett "A" and Puckett "B" leases in Sections 24 and 25, Township 17 South, Range 31 East, Maljamar Pool, Eddy County, New Mexico. Disposal pits affected are in Unit B of said Section 24 and Unit F of said Section 25.

CASE 3666: Application of Kennedy Oil Company and Newmont Oil Company for an exception to Order No. R-3221, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an exception to the provisions of Order No. (2) of the Commission Order No. R-3221 which, effective January 1, 1968, prohibits the surface disposal of water produced in conjunction with the production of oil from any waterflood or pressure maintenance project. The exception sought would be for applicants' lands which are or which will be covered by waterflood operations in the Square Lake Pool, Eddy County, New Mexico, said lands being included in the following described area:

Sections 32 through 36, Township 16 South, Range 30 East;
Sections 19 through 22 and 27 through 34, Township 16
South, Range 31 East, and
Sections 2 and 4, Township 17 South, Range 30 East

CASE 3667: Southeastern New Mexico nomenclature case calling for an order for the creation of four new oil pools and the assignment of oil discovery allowables therein, and for the extension of certain other pools in Lea and Chaves Counties, New Mexico.

(a) Create a new pool in Lea County, New Mexico classified as an oil pool for Middle Pennsylvanian production and designated as the Vacuum-Middle Pennsylvanian Pool, comprising the following-described acreage.

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 13: SW/4

Further, for the assignment of approximately 1,255 barrels of oil discovery allowable to the discovery well, Mobil Oil Corporation's Bridges State Well No. 121, located in Unit L of said Section 13.

(b) Create a new pool in Lea County, New Mexico, classified as an oil pool for Ellenburger production and designated as the East Brunson-Ellenburger Pool, comprising the following-described acreage:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
SECTION 25: NW/4

Further, for the assignment of approximately 38,915 barrels of oil discovery allowable to the discovery well, Texas Pacific Oil Company's Ella Drinkard Well No. 2, located in Unit E of said Section 25.

(c) Create a new pool in Lea County, New Mexico, classified as an oil pool for Granite Wash production and designated as the East Brunson-Granite Wash Pool, comprising the following described acreage:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
SECTION 25: NW/4

Further, for the assignment of approximately 210 barrels of oil discovery allowable to the discovery well, Texas Pacific Oil Company's Ella Drinkard Well No. 2, located in Unit E of said Section 25.

(d) Create a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the South Cato San Andres Pool, comprising the following described acreage:

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM
SECTION 27: SW/4

Further, for the assignment of approximately 17,380 barrels of oil discovery allowable to the discovery well, Shell Oil Company's