

DOCKET: REGULAR HEARING - WEDNESDAY - MAY 15, 1968

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

- ALLOWABLE (1) Consideration of the oil allowable for June, 1968;
- (2) Consideration of the allowable production of gas for June, 1968, from thirteen prorated pools in Lea, Eddy, and Roosevelt Counties, New Mexico; also presentation of purchaser's nominations for said pools for the six-month period beginning July, 1968; consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for June, 1968.

CASE 3757: Application of Mobil Oil Corporation for an exception to Order No. R-3221, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Commission Order No. R-3221, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for applicant's C. L. O'Brien "C" lease in Section 1, Township 9 South, Range 28 East, Twin Lakes-Devonian Pool, Chaves County, New Mexico. Applicant seeks authority to continue to dispose of produced water in a surface pit on said lease.

CASE 3758: 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 to Commission Order No. R-3221, which prohibits the disposal of water produced in conjunction with production of oil on the surface of the ground in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for applicants' Federal, Gulf Federal, and Eddy State "BD" leases in Sections 28, 32, and 33, Township 20 South, Range 30 East, Dos Hermanos Yates-Seven Rivers Pool, Eddy County, New Mexico. Applicants seek authority to continue to dispose of produced water in surface pits in said leases.

CASE 3759: Southeastern New Mexico nomenclature case calling for an order for the creation, abolishment, contraction, and extension of certain pools in Chaves, Lea, Eddy and Roosevelt Counties, New Mexico;

(a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Strawn production and designated as the South Crossroads-Strawn Pool. The discovery well is J. M. Huber Corporation, Santa Fe "22" No. 1, located in Unit B of Section 22, Township 10 South, Range 36 East, NMPM. Said pool should comprise the following-described area:

TOWNSHIP 10 SOUTH, RANGE 36 EAST, NMPM  
SECTION 22: NE/4

(b) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Strawn production and designated as the Mesquite-Strawn Pool. The discovery well is Pennzoil Company, Federal A No. 1, located in Unit D of Section 3, Township 18 South, Range 31 East, NMPM. Said pool should comprise the following-described area:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM  
SECTION 3: NW/4 NW/4

(c) Create a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the South Osudo-Wolfcamp Gas Pool. The discovery well is Amerada Petroleum Corporation, State WE "K" No. 1, located in Unit F of Section 15, Township 21 South, Range 35 East, NMPM. Said pool should comprise the following-described area:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM  
SECTION 15: NW/4

(d) Abolish the Lane-Pennsylvanian Pool in Lea County, New Mexico, described as:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM  
SECTION 23: NE/4  
SECTION 24: W/2  
SECTION 25: W/2 and SE/4  
SECTION 35: E/2  
SECTION 36: All

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM  
SECTION 30: S/2  
SECTION 31: W/2

(d continued)

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM

SECTION 1: All

SECTION 2: E/2 and SW/4

SECTION 12: N/2

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

SECTION 6: W/2 and SE/4

(e) Contract the Inbe Permo-Pennsylvanian Pool in Lea County, New Mexico, by deletion of the following-described area:

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM

SECTION 3: SE/4

SECTION 10: E/2

SECTION 11: All

(f) Extend the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM

SECTION 36: SW/4

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM

SECTION 9: SW/4

SECTION 15: NE/4

SECTION 29: NW/4 and S/2

SECTION 30: All

SECTION 31: N/2 and SE/4

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM

SECTION 1: NW/4 and S/2

SECTION 2: All

SECTION 3: SE/4

SECTION 10: All

SECTION 11: All

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

SECTION 5: NW/4

SECTION 6: All

(g) Extend the Bagley-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM

SECTION 36: SE/4

(h) Extend the North Bagley-Lower Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
SECTION 17: NW/4  
SECTION 18: NE/4  
SECTION 20: NE/4

(i) Extend the North Bagley-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM  
SECTION 16: N/2  
SECTION 17: N/2  
SECTION 28: NW/4  
SECTION 29: N/2

(j) Extend the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 27 EAST, NMPM  
SECTION 35: N/2

TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM  
SECTION 1: W/2  
SECTION 2: S/2

(k) Extend the Cato-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM  
SECTION 5: E/2

(l) Extend the Chaveroo-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM  
SECTION 23: SE/4

(m) Extend the East EK-Queen Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM  
SECTION 22: NE/4

(n) Extend the Inbe Permo-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM

SECTION 13: NW/4

SECTION 24: NE/4

(o) Extend the Littman-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 38 EAST, NMPM

SECTION 21: W/2

(p) Extend the East Mason-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, NMPM

SECTION 20: SW/4

(q) Extend the Scharb-Bone Springs Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM

SECTION 1: S/2

SECTION 11: SE/4

SECTION 12: All

(r) Extend the Simanola-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

SECTION 17: NE/4

(s) Extend the North Vacuum-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

SECTION 13: SE/4

(t) Extend the Vacuum-Middle Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

SECTION 13: SE/4

(u) Extend the Vacuum-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

SECTION 14: SE/4

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

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM  
SECTION 35: NE/4