

DOCKET: REGULAR HEARING - WEDNESDAY - FEBRUARY 17, 1971

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

- ALLOWABLE: (1) Consideration of the oil allowable for March and April, 1971;
- (2) Consideration of the allowable production of gas for March, 1971, from fifteen prorated pools in Lea, Eddy, Roosevelt and Chaves 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 March, 1971.

CASE 4442 (De Novo):

Application of Texaco Inc. for an exception to Rule 505 of the Commission Rules and Regulations, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 505 of the Commission Rules and Regulations to permit the assignment of more than one single top unit allowable for the Vacuum-Abo Pool to two wells, the surface locations of which are in Unit E of Section 12, Township 18 South, Range 34 East, Lea County, New Mexico, as follows:

State "AE" Well No. 8 - 2310 feet from the North line and 330 feet from the West line;

State "AE" Well No. 10 - 1980 feet from the North line and 990 feet from the West line;

Said Well No. 10 is a relatively straight hole with all perforations confined entirely to said Unit E while said Well No. 8 is a crooked hole and would have perforations both in said Unit E of Section 12 and in Unit H of Section 11 of said Township and Range.

Upon application of Texaco Inc., this case will be heard DE NOVO under the provisions of Rule 1220.

In the alternative, applicant seeks an exception to Rule 104-C-I of the Commission Rules and Regulations to permit said Well No. 8 to have perforations outside the horizontal limits of the proration unit presently dedicated to said well.

CASE 4457:
(DE NOVO)

Application of Tenneco Oil Company for the creation of a new pool, assignment of discovery allowable, and promulgation of special pool rules, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new pool for the production of oil from the "D" zone of the Dakota formation for its Don Ne Pah Well No. 1 located in Unit D of Section 18, Township 17 North, Range 8 West, McKinley County, New Mexico, and for the assignment of an oil discovery allowable to said well. Applicant further seeks the promulgation of special rules for said pool, including provisions for 80-acre spacing units with wells to be drilled in either the northwest or southeast quarter-quarter sections.

Upon the application of Tenneco Oil Company this case will be heard DE NOVO under the provisions of Rule 1220.

CASE 4498: Southeastern New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Lea, Eddy and Roosevelt Counties, New Mexico.

(a) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the North Antelope Sink-Morrow Gas Pool. The discovery well is the Midwest Oil Corporation Federal J No. 1 located in Unit M of Section 21, Township 18 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 24 EAST, NMPM
SECTION 21: W/2

(b) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Lower Pennsylvanian production and designated as the Sand Dunes-Lower Pennsylvanian Pool. The discovery well is the Texas American Oil Corporation Todd 14 Federal No. 1 located in Unit K of Section 14, Township 23 South, Range 31 East, NMPM, with special vertical limits defined as being from 14,030 feet to 15,220 feet as in the discovery well. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM
SECTION 14: W/2

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

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 8: NE/4

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

TOWNSHIP 7 SOUTH, RANGE 32 EAST, NMPM
SECTION 22: SE/4

(e) Extend the Eagle Creek-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM
SECTION 22: SE/4
SECTION 27: NW/4 NE/4 and NE/4 NW/4

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

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM
SECTION 36: NW/4