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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
CONFERENCE HALL, STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
June 7, 1972
EXAMINER HEARING

IN THE MATTER OF:)
Application of Dalport Oil)
Corporation for an exception)
to Order Number R-3221, as)
amended, Chaves County, New)
Mexico.)
)
)

CASE NO. 4736

BEFORE: Daniel Nutter
Examiner

TRANSCRIPT OF HEARING

1 MR. NUTTER: Call Case Number 4736.

2 MR.HATCH: Application of Dalport Oil Corporation
3 for an exception to Order Number R-3221, as amended, Chaves
4 County, New Mexico.

5 MR. CHRISTY: S.B. Christy appearing on behalf of
6 the Applicant, Dalport Oil Corporation. We have one witness,
7 Mr. Examiner. Would you please stand and be sworn?

8 LEON M. LAMPUT,

9 appeared as a witness and, after having been duly sworn,
10 testified as follows:

11 * * * * *

12 DIRECT EXAMINATION

13 BY MR. CHRISTY:

14 Q Would you please state your name and address and by
15 whom you are employed and in what capacity?

16 A Leon Lamput, Corpus Christi, Dalport Oil Corporation,
17 Dallas, Texas.

18 Q Have you previously testified before this Regulatory
19 Board?

20 A Yes.

21 Q And you are a petroleum engineer?

22 A Geologist.

23 Q And you have had your qualifications accepted?

24 A Yes, sir.

25 Q Are you familiar with Case 4736, before this Regulatory

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1 Board and what it seeks?

2 A Yes.

3 Q Are you also familiar with 4320, Order R-3865, which

4 was a Dalport Application which you testified in?

5 A Yes, sir.

6 Q And is this case similar to that?

7 A Yes, sir.

8 Q And it is also similar to Case Number 4156, is it not?

9 A Yes, sir.

10 Q And what is it, briefly, that you seek in this

11 Application?

12 A We have a well in Section 22, 15 South, Range 29 East,

13 in the SE/4 of the NW/4 that we have just completed, and

14 it's pumping 25 barrels of oil and 52 barrels of water.

15 We have put a disposal pit next to our battery, due west

16 of our well, and we wish to expose the well. Briefly;

17 the well was potentialed on May 22, 1972, and we contacted

18 Mr. Grayset and obtained temporary permission to produce

19 water into an open pit. I think he gave us thirty days

20 in which we could hold this hearing. Prior to drilling

21 this well by cable tools, there was no water at all in

22 the hole. It was dry. There was no water in the upper

23 bed prior to drilling this well. We drilled another

24 well in April of this year, just to the southwest of

25 what you see there on Exhibit A, in yellow.

- 1 Q The subject well, what are the active quantities of
2 oil, gas and water?
- 3 A The well is pumping 25 barrels of oil and 52 barrels of
4 salt water per day.
- 5 Q No gas?
- 6 A Slight amount of gas.
- 7 Q Now, you mentioned, just a second ago, Exhibit A. Would
8 you refer to that, now, what has been marked as Exhibit
9 1 in this case, and would you please identify what it
10 depicts with reference to this Application?
- 11 A In Section 22, the yellow is the most recent well we
12 drilled, making oil and water, and the pit is located
13 just west of this location. The well to the north,
14 Section 315, South 29, is Little Lucky Water Well at
15 a depth of 120.
- 16 Q Is that the same well testified to in Case Number 4320?
- 17 A Yes, sir.
- 18 Q Have you changed your mind or testimony with respect to
19 that well?
- 20 A No, sir.
- 21 Q Would you now refer to Exhibit B, or Exhibit 2, whichever?
22 Briefly identify that test and what its purpose is with
23 respect to this Application?
- 24 A This shows the different water wells producing in the
25 whole area and also shows the windmills and tanks.

- 1 Q Are these the same windmills and tanks that you
2 testified to in Case Number 4320?
- 3 A Yes, sir.
- 4 Q Have you changed any of your testimony since then?
- 5 A No, sir.
- 6 Q You have indicated it with the same symbol as is on
7 Exhibit 1?
- 8 A Yes, sir.
- 9 Q I notice on Exhibit 2 you have the direction of the
10 water flow in a line going south, southwest. What is
11 that?
- 12 A This came from the Bureau of Mine publication. It's
13 just a general direction of sub-surface water flow.
- 14 Q Now, with respect to that, you have identified where it
15 would be appropriate to put this pit if the water should
16 permeate out of the pit. Where would the water flow to?
- 17 A Chances are, to the south.
- 18 Q In the direction of the water flow which you show?
- 19 A Yes.
- 20 Q No other water wells in the immediate area; mile or
21 two miles?
- 22 A Correct, no other wells.
- 23 Q And you found no fresh water in the well?
- 24 A Just south of the yellow, the well in Section 27, that
25 Number 2 well, there was no water in it.

1 Q Tell the Commission, briefly, of the Application with
2 respect to the disposal of the water.

3 A Well, I would imagine we would have to shut -- lose
4 25 or so barrels a day.

5 Q Is it economically feasible to transport that to a
6 water disposal area?

7 A No, it surely wouldn't be.

8 Q Mr. Lamput, in your opinion, would the granting of this
9 Application prevent waste of the water, and at the same
10 time, protect the correlative rights of the parties?

11 A Yes, sir.

12 Q Can you think of anything further that might be of
13 interest to this Commission?

14 A No, sir, I can't.

15 Q Were Exhibits 1 and 2 prepared under your direction and
16 supervision?

17 A Yes, sir.

18 MR. CHRISTY: I would like to move for admission
19 of Applicant's Exhibits 1 and 2.

20 MR. NUTTER: Without objection, Exhibits 1 and 2
21 will be admitted into evidence.

22 MR. CHRISTY: That's all for the Applicant.

23 MR. NUTTER: McLean is operating a waterflood in
24 the east, the Sillmar, at the present time?

25 MR. LAMPUT: That's correct.

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MR. NUTTER: What is the source of water that he is using, do you know?

MR. LAMPUT: It is brought in by pipeline, by Eagle Pipeline, and is fresh water from down south, somewhere I guess it's from the Grayburg-Jackson Company. I don't know if it is being recycled back into the ground or not. I don't know what his situation is, but assuming that this well turned out to be economical, we would drill more wells. We are waiting to see, really.

MR. NUTTER: Are there any other further questions of this witness?

(No response.)

MR. NUTTER: You may be excused.

(Witness excused.)

MR. NUTTER: Does anyone have anything else to offer in Case Number 4736?

(No response.)

MR. NUTTER: We'll take the case under advisement and we'll reopen Case Number 4732.

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I N D E X

WITNESS: PAGE

LEON M. LAMPUT

Direct Examination by Mr. Christy 3

E X H I B I T S

<u>APPLICANT'S</u>	<u>OFFERED</u>	<u>ADMITTED</u>
Exhibit Number 1	5	7
Exhibit Number 2	5	7



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

GOVERNOR
BRUCE KING
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMijo
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

June 14, 1972

Mr. Sim B. Christy
Jennings, Christy & Copple
Attorneys at Law
Post Office Box 1180
Roswell, New Mexico 88201

Re: Case No. 4736
Order No. R-4327
Applicant:
DALPORT OIL CORPORATION

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC

Other State Engineer Office