CASE 8556: (Continued from May 22, 1985, Examiner Hearing)

Application of Southland Royalty Company for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Duffield-Pennsylvanian Gas Pool located in the SW/4 of Section 21, Township 16 South, Range 27 East, which was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the subject pool.

CASE 8608: (Continued and Readvertised)

Application of Southland Royalty Company for a non-standard gas spacing and proration unit, San Juan County, New Maxico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard gas spacing and proration unit comprising the NW/4 of Section 15, Township 29 North, Range 14 West, Basin-Dakota Pool.

CASE 8568: (Continued from May 8, 1985, Examiner Hearing)

Application of Southland Royalty Company for pool creation and discovery allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Wolfcamp production comprising the SE/4 SE/4 of Section 32, Township 18 South, Range 35 East, and the assignment of a discovery allowable in the amount of 55,620 barrels for its Peoples State 32 Well No. 1.

CASE 8606: (Continued from May 22, 1985, Examiner Hearing)

Application of Doyle Hartman for simultaneous dedication and compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Jalmat Gas Pool underlying the NW/4 of Section 8, Township 24 South, Range 37 East, forming a previously approved 160-acre non-standard spacing and proration unit in the Jalmat Gas Pool, to be simultaneously dedicated to his existing E. E. Jack Well No. 1 located 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 8 and his proposed E. E. Jack Well No. 5 to be drilled at a standard 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8607: (Continued from May 22, 1985, Examiner Hearing)

Application of ARCO Oil and Gas Company for special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Ojito Gallup-Dakota Oil Pool to provide for 160-acre specing or provation units.

- CASE 8619: Application of Mesa Petroleum Co. for an unorthodox oil well location, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 2270 feet from the North line and 1390 feet from the East line of Section 9, Township 20 North, Range 2 West, Rio Puerco-Mancos Pool, the E/2 of said Section 9 to be dedicated to the well.
- CASE 8620: Application of Mesa Petroleum Co. for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Scharb-Bone Spring Pool in Lea County, New Mexico, including a gas-oil ratio limitation of 14,000 cubic feet of gas per barren
- CASE 8621: Application of Kaiser-Francis 011 Company for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Federal "30" Well No. 2 located 2310 feet from the South line and 1980 feet from the West line of Section 30, Township 19 South, Range 33 East, Gem-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to 11,800 feet underlying the E/2 SE/4 of Section 4, Township 17 South, Range 37 East, forming an 80-acre spacing and proration unit for any and all formations and/or pools dedicated on 80-acre spacing, to be dedicated to a well to be drilled at a standard 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 accural operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Application of Caulkins Oil Company for dual completion, downhole commingling, and non-standard gas proration units, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Kaime Well No. 1-R to be located at a standard location in the NE/4 of Section 20, Township 26 North, Range 6 West, in such a manner that Blanco-Mesaverde and Basin-Dakota production would be commingled separately and the aforesaid intervals dually completed with commingled South Blanco-Pictured Cliffs and Otero-Chacra production and both commingled zones produced through parallel strings of tubing. The applicant further seeks approval of a 160-acre non-standard gas spacing and proration unit in the Basin-Dakota and Blanco-Mesaverde Pools comprising the NE/4 of said Section 20.

Application of Cities Service 0il & Gas Corporation for pool creation and contraction, and assignment of a discovery allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the Corbin Queen Pool by the deletion therefrom of the SW/4 of Section 3, SE/4 of Section 4, E/2 of Section 9, W/2 of Section 10 and NE/4 of Section 16, Township 18 South, Range 33 East; the creation of a new oil pool for Queen production comprising the aforementioned area in Township 18 South, Range 33 East, and the assignment of a discovery allowable for its Federal "AA" Well No. 1 located 990 feet from the North line and 1980 feet from the East line of said Section 9

#### CASE 8560: (Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion for an order extending the South Lindrith Gallup-Dakota Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

### TOWNSHIP 23 NORTH, RANGE 4 WEST, NMPM

Section 11: S/2
Section 14: All
Section 15: All
Section 16: All
Section 18: W/2
Section 19: W/2
Section 21: E/2
Section 22: W/2
Section 23: E/2
Section 27: W/2
Section 34: NW/4

## TOWNSHIP 23 NORTH, RANGE 5 WEST, NMPM

Section 13: N/2 Section 14: NE/4

CASE 8625: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain pools in Chaves, Lea and Roosevelt Counties, New Mexico:

(a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Bone Spring production and designated as the West Antelope Ridge-Bone Spring Pool. The discovery well is the Curry Resources Curry State Well No. 1 located in Unit A of Section 22, Township 23 South, Range 34 East, NMPM. Said pool would comprise:

### TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM

Section 22: NE/4

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the Bilbrey-Atoka Gas Pool. The discovery well is the Getty Oil Company Bilbrey Fed Com Well No. 1 located in Unit C of Section 4, Township 22 South, Range 32 East, NMPM. Said pool would comprise:

#### TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM

Section 4: N/2

(c) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production and designated as the South Button Mesa-Pennsylvanian Pool. The discovery well is the Yates Petroleum Corporation Patton AAR State Well No. 1 located in Unit I of Section 5, Township 9 South, Range 32 East, NMPM. Said pool would comprise:

# TOWNSHIP 9 SOUTH, RANGE 32 EAST, NMPM

Section 5: SE/4

Docket No. 15-85

STATE OF THE PARTY OF



Application of Doyle Hartman for simultaneous dedication and compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Jalmat Gas Pool underlying the NW/4 of Section 8, Township 24 South, Range 37 East, forming a previously approved 160-acre non-standard spacing and proration unit in the Jalmat Gas Pool, to be simultaneously dedicated to his existing E. E. Jack Well No. 1 located 1980 feet from the North line and 660 feet from the West line (Unit E) of said Section 8 and his proposed E. E. Jack Well No. 5 to be drilled at a standard 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8594: (Continued from May 8, 1985, Examiner Hearing)

Application of Doyle Hartman for compulsory pooling, a non-standard gas proration unit, and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Jalmat Gas Pool underlying the SE/4 of Section 27, Township 23 South, Range 36 East, forming a 160-acre spacing and proration unit, to be dedicated to a well to be drilled 330 feet from the South and East lines of said Section 27. Applicant further seeks approval for a 160-acre non-standard Jalmat Gas Pool spacing and proration unit comprising said SE/4 of Section 27 also to be dedicated to the aforementioned well which is an unorthodox gas well location in the Jalmat Gas Pool. 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 operator of the well and a charge for risk involved in drilling said well.

- <u>CASE 8607</u>: Application of ARCO 0il and Gas Company for special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Ojito Gallup-Dakota 0il Pool to provide for 160-acre spacing or proration units.
- CASE 8608: Application of Southland Royalty Company for a non-standard gas spacing and proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard gas spacing and proration unit comprising the NW/4 of Section 15, Township 29 North, Range 14 West, Basin-Dakota Pool.
- CASE 8556: (Continued from May 8, 1985, Examiner Hearing)

Application of Southland Royalty Company for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Duffield-Pennsylvanian Gas Pool located in the SW/4 of Section 21, Township 16 South, Range 27 East, which was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the subject pool.

- CASE 8609: Application of Hondo Drilling Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Union Texas State Com Well No. 1 located 660 feet from the South line and 1980 feet from the West line of Section 17, Township 19 South, Range 29 East, Turkey Track-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8610: Application of Hondo Drilling Company for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a determination that its Alscott Federal Well No. 1 located 1650 feet from the North line and 1980 feet from the East line (Unit G) of Section 31, Township 18 South, Range 29 East, North Turkey Track-Cisco Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8611: Application of Hondo Drilling Company for five HARDSHIP GAS WELL CLASSIFICATIONS, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that each of the following described wells in Township 18 South, Range 29 East, North Turkey Track-Morrow Gas Pool, are hardship gas wells which should be granted priority access to pipeline takes in order to avoid waste:

Alscott Federal Well No. 2 660' FSL - 1980' FEL (Unit 0) Section 30

Alscott Federal Well No. 3 660' FSL - 1980' FEL (Unit 0) Section 31

Trigg Jennings Com Well No. 1 660' FSL - 1980' FWL (Unit N) Section 28

Wright Federal Com Well No. 1 660' FSL - 1980' FWL (Unit N) Section 29

Wright Federal Com Well No. 2 1980' FNL - 1980' FEL (Unit G) Section 29



CASE 8533: (Continued from April 24, 1985, Examiner Hearing)

Application of Ike Lovelady, Inc. for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Sam H. Snoddy Federal Well No. 1 located 660 feet from the North and East lines (Unit A) of Section 26, Township 20 South, Range 32 East, South Salt Lake-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8576: (Continued from April 24, 1985, Examiner Hearing)

Application of Northwest Pipeline Corporation for HARDSHIP GAS WELL CLASSIFICATION, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its San Juan 29-5 Unit Well No. 89 located 2300 feet from the South line and 1830 feet from the West line Unit K) of Section 34, Township 29 North, Range 5 West, Basin-Dakota Pool is a hardship gas well in high should be granted priority access to pipeline takes in order to avoid waste.

CASE - 1 : ntinued from April 24, 1985, Examiner Hearing)

Application of Northwest Pipeline Corporation for HARDSHIP GAS WELL CLASSIFICATION, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its San Juan 29-5 Unit Well No. 91 located 1140 feet from the North line and 1840 feet from the East line (Unit 3) of Section 35, Township 29 North, Range 5 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8578: (Continued from April 24, 1985, Examiner Hearing)

Application of Northwest Pipeline Corporation for HARDSHIP GAS WELL CLASSIFICATION, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its San Juan 29-5 Unit Well No. 88 located 2450 feet from the North line and 1850 feet from the East line (Unit G) of Section 34, Township 29 North, Range 5 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8579: (Continued from April 24, 1985, Examiner Hearing)

Application of Northwest Pipeline Corporation for HARDSHIP GAS WELL CLASSIFICATION, Rio Amriba County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its San Juan 29-5 Unit Well No. 90 located 1180 feet from the South line and 1750 feet from the West line (Unit N) of Section 35, Township 29 North, Range 5 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 3612: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, abolishing, contracting, and assigning a discovery allowable in Chaves and Eddy Counties, New Mexico:

(a) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Fusselman production and designated as the Railroad Mountain-Fusselman Gas Pool. The discovery well is Stevens Operating Company, O'Brien OO #1 located Unit F of Section 33, Township 7 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 7 SOUTH, RANGE 29 EAST, NMPM

Section 33: W/2

(b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Tamano-Bone Spring Pool. The discovery well is the Harvey E. Yates Co., Mesquite 2 State #1 located in Unit O of Section 2, Township 18 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM

Section 2: SE/4

(2) ABOLISH the South Leo-Seven Rivers Queen Grayburg San Andres Pool in Eddy County, New Mexico, and the acreage included therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 36: All

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM

Section 31: NW/4

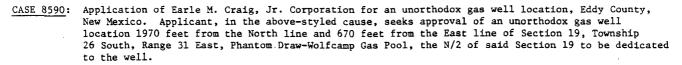
TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 1: N/2

(d) CONTRACT the horizontal limits of the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, by the deletion of the following acreage:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 1: All



- CASE 8591: Application of V-F Petroleum, Inc. for salt water disposal, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the perforated interval from 13,474 feet to 13,564 feet in its Mayme Graham Well No. 1 located 660 feet from the South line and 1980 feet from the West line of Section 9, Township 15 South, Range 36 East.
- CASE 8592: Application of Fannie Lee Mitchell, Inc. for salt water disposal, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the perforated interval from 4,950 feet to 14,474 feet in its Caudill SWD Well No. G-32 located 1980 feet from the North line and 1830 feet from the East line (Unit G) of Section 32, Township 15 South, Range 36 East.
- CASE 8593: Application of Corrine B. Grace for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico.

  Applicant, in the above-styled cause, seeks a determination that its Carlsbad Grace Well No. 1 located 1980 feet from the South line and 660 feet from the East line of Section 36, Township 22 South, Range 26 East, South Carlsbad-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8569: (Continued from April 24, 1985, Examiner Hearing)

Application of Inexco Oil Company for compulsory pooling and an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the top of the South Humble City Strawn Pool underlying the NE/4 NE/4 of Section 14, Township 17 South, Range 37 East, to be dedicated to a well to be drilled at a standard oil well location 900 feet from the North line and 810 feet from the East line of said Section 14. Applicant further seeks an order pooling all mineral interests in the South Humble City Strawn Pool underlying the E/2 NE/4 of said Section 14 to form a standard 80-acre oil spacing and proration unit within said Pool also to be dedicated to the above-described well which is located at an unorthodox oil well location for said Pool. 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8556: (Continued from April 24, 1985, Examiner Hearing)

Application of Southland Royalty Company for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Duffield-Pennsylvanian Gas Pool located in the SW/4 of Section 21, Township 16 South, Range 27 East, which was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the subject pool.

CASE 8557: (Continued from April 24, 1985, Examiner Hearing)

Application of Southland Royalty Company 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 top of the Wolfcamp formation underlying the NW/4 of Section 21, Township 16 South, Range 27 East, to form a standard 160-acre spacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests from the top of the Wolfcamp formation to the base of the Pennsylvanian formation (Duffield-Pennsylvanian Gas Pool inclusive) underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit within said vertical limits also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. IN THE ALTERNATIVE, applicant seeks an order pooling all mineral interests from the surface to the top of the Wolfcamp formation and all mineral interests in the Duffield-Pennsylvanian Gas Pool underlying the NW/4 of said Section 21 to form a standard 160-acre spacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit in said formation also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. Also to be considered, in either case, 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 operator of the well and a charge for risk involved in drilling said well.

Docket No. 14-85

Dockets Nos. 15-85 and 16-85 are tentatively set for May 22 and June 5, 1985. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 8, 1985

8 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Gilbert P. Quintana, Examiner or Michael E. Stogner, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for June, 1985, from fifteen promated pools in Lea, Eddy, and Chaves Counties, New Mexico.
  - (2) Consideration of the allowable production of gas for June, 1985, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 8562: (Continued from April 24, 1985, Examiner Hearing)

Application of Mar Oil & Gas Corp. Inc. for a unit agreement, Torrance County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Berkshire Unit Area comprising 27,840 acres, more or less, of State, Federal and Fee lands in Townships 6 and 7 North, Ranges 9 and 10 East.

- CASE 8586: In the matter of the hearing called by the Oil Conservation Division on its own motion for recision of Division Order No. R-333, as amended, and for recodification, amendment, and issuance of the gas well test requirements, as contained therein, for the San Juan Basin Area in San Juan, Sandoval, Rio Arriba, and McKinley Counties, New Mexico. Applicant, in the above-styled cause, seeks to organize the testing rules contained in Division Order No. R-333, as amended, and to amend certain provisions of said rules including but not limited to designation of types of tests to be conducted, amending the test year, amending test procedures and tables, providing for measurement of shut-in pressures, and amending the deliverability pressure. (Copies of the proposal are available at all Division offices.)
- CASE\_8564: (Continued from April 24, 1985, Examiner Hearing)

Application of the Commissioner of Public Lands for the State of New Mexico to vacate and void Division Order No. R-7817, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks to vacate and void Division Order No. R-7817 which authorized TXO Production Company to pool all mineral interests from the top of the Wolfcamp formation to the base of the Morrow formation underlying the S/2 of Section 2, Township 22 South, Range 27 East, to be dedicated to a well at an unorthodox gas well location 660 feet from the South and East lines.

- CASE 8587: Application of Amerind Oil Co. for amendment of Division Order No. R-7796, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks amendment of Division Order No. R-7796, which authorized compulsory pooling in the Strawn formation underlying the W/2 NE/4 of Section 28, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Applicant now seeks an unorthodox oil well location 1320 feet from the North line and 1980 feet from the East line of said Section 28, said W/2 NE/4 to be dedicated thereto.
- CASE 8588: Application of Bliss Petroleum, Inc. for an unorthodox oil well location, Lea County, New Mexico.

  Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 2310 feet from the North line and 830 feet from the West line of Section 35, Township 15 South, Range 36 East, Dean Devonian Pool, the SW/4 NW/4 of said Section 35 to be dedicated to the well.
- CASE 8589: Application of Harvey E. Yates Company for four compulsory poolings, 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 San Andres formation underlying four 40-acre proration units, being the NE/4 SE/4;

  NW/4 SE/4; NE/4 SW/4; and SE/4 SW/4; all in Section 7, Township 9 South, Range 30 East, Cato-San Andres Pool, each unit 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 wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells and a charge for risk involved in drilling said wells.

CASE 8568: Application of Southland Royalty Company for pool creation and discovery allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Wolfcamp production comprising the SE/4 SE/4 of Section 32, Township 18 South, Range 35 East, and the assignment of a discovery allowable in the amount of 55,620 barrels for its Peoples State 32 Well No. 1.

CASE 8556:

(Continued from April 10, 1985, Examiner Hearing)

Application of Southland Royalty Company for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Duffield-Pennsylvanian Gas Pool located in the SW/4 of Section 21, Township 16 South, Range 27 East, which was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the subject pool.

CASE 8557: (Continued from April 10, 1985, Examiner Hearing)

Application of Southland Royalty Company 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 top of the Wolfcamp formation underlying the NW/4 of Section 21, Township 16 South, Range 27 East, to form a standard 160-acre spacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests from the top of the Wolfcamp formation to the base of the Pennsylvanian formation (Duffield-Pennsylvanian Gas Pool inclusive) underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit within said vertical limits also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. IN THE ALTERNATIVE, applicant seeks an order pooling all mineral interests from the surface to the top of the Wolfcamp formation and all mineral interests in the Duffield-Pennsylvanian Gas Pool underlying the NW/4 of said Section 21 to form a standard 160-acre spacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit in said formation also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. Also to be considered, in either case, 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8569: Application of Inexco Oil Company for compulsory pooling and an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the top of the South Humble City Strawn Pool underlying the NE/4 NE/4 of Section 14, Township 17 South, Range 37 East, to be dedicated to a well to be drilled at a standard oil well location 900 feet from the North line and 810 feet from the East line of said Section 14. Applicant further seeks an order pooling all mineral interests in the South Humble City Strawn Pool underlying the E/2 NE/4 of said Section 14 to form a standard 80-acre oil spacing and proration unit within said Pool also to be dedicated to the above-described well which is located at an unorthodox oil well location for said Pool. 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8570:

Application of Doyle Hartman for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard 160-acre gas proration unit comprising the NE/4 of Section 35, Township 22 South, Range 36 East, Jalmat Gas Pool.

CASE 8558: (Continued from April 10, 1985, Examiner Hearing)

Application of HNG Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 18, Township 24 South, Range 29 East, to be dedicated to a well to be drilled at a standard 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8545: (Continued from April 10, 1985, Examiner Hearing)

Application of Myco Industries for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the perforated interval from 13,820 feet to 14,200 feet in the Shell Oil Company Big Eddy Unit Well No. 1 located 660 feet from the North line and 1980 feet from the West line (Unit C) of Section 36, Township 21 South, Range 28 East.

CASE 8571: Application of Mabee Petroleum Corporation for amendment to Administrative Order DHC-36, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Administrative Order DHC-36 to include production from the Drinkard Pool to be downhole commingled with production from the Blinebry Pool and the Tubb Oil and Gas Pool in the wellbore of its Belcher 'A" Well No. 1 located 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 7, Township 22 South, Range 38 East.

Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Pennsylvanian formation underlying the S/2 of Section 30, Township 19 South, Range 34 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools dedicated on 320-acre spacing, to be dedicated to a well to be drilled at a standard gas 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 operator of the well and a charge for risk involved in drilling said well.

CASE 8581: Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Pennsylvanian formation underlying the W/2 of Section 36, Township 15 South, Range 34 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools dedicated on 320-acre spacing, to be dedicated to a well to be drilled at a standard gas 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 operator of the well and a charge for risk involved in drilling said well

CASE 8573: Application of Caulkins Oil Company for downhole commingling, Rio Arriba County, New Mexico.

Applicant, in the above-styled cause, seeks approval for the downhole commingling of production from the Blanco Mesaverde and Basin Dakota Gas Pools in the wellbores of the following eight wells:

STATE "A" Well No. 113-E 1110' FSL - 950' FEL Unit P, Section 2

Breech "B" Well No. 172-E 890' FSL - 990' FWL Unit M, Section 7

Breech "D" Well No. 685-E 858' FSL - 927' FEL Unit P, Section 11

Breech "C" Well No. 689 1850' FSL - 790' FWL Unit L, Section 12

Breech "C" Well No. 689-M 920' FSL - 1100' FEL Unit P, Section 12

Breech "C" Well No. 248 1140 ' FNL - 900' FEL Unit A, Section 13

Breech "A" Well No. 229-M 1120' FNL-890' FEL Unit A, Section 17

Breech "D" Well No. 341-M 1850' FNL - 1800' FWL Unit F, Section 21

All in Township 26 North, Range 6 West.

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CASE 8540: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1460 feet from the North and East lines of Section 32, Township 28 North, Range 12 West, Cha Cha-Gallup Oil Pool, the S/2 NE/4 of said Section 32 to be dedicated to the well.

CASE 8541: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location lll0 feet from the South line and 940 feet from the West line of Section 36, Township 28 North, Range 13 West, Cha Cha-Gallup 0il Pool, the S/2 SW/4 of said Section 36 to be dedicated to the well.

CASE 8542: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Companyfor an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 820 feet from the South line and 920 feet from the East line of Section 29, Township 28 North, Range 12 West, Cha Cha-Gallup Oil Pool, the S/2 SE/4 of said Section 29 to be dedicated to the well.

CASE 8543: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1050 feet from the South line and 1090 feet from the East line of Section 5, Township 27 North, Range 12 West, Gallup formation, the SE/4 SE/4 (Unit P) of said Section 5 to be dedicated to the well.

CASE 8544: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 515 feet from the South line and 770 feet from the East line of Section 14, Township 28 North, Range 13 West, Basin-Dakota Pool, the S/2 of said Section 14 To be dedicated to the well.

CASE 8555: Application of Harben-Davis, a Partnership, for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 990 feet from the South line and 100 feet from the West line of Section 22, Township 16 South, Range 38 East, to test the Abo formation, the SW/4 SW/4 of said Section 22 to be dedicated to the well.

CASE 8519: (Continued from March 27, 1985, Examiner Hearing)

Application of ARCO 0il and Gas Co. for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Upper Pennsylvanian production comprising the E/2 NW/4 of Section 35, Township 17 South, Range 29 East, and the promulgation of temporary special pool rules therefor including a provision for 80-acre well spacing and proration units and special well location requirements.

Application of Southland Royalty Company for 320-acre spacing, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks 320-acre spacing for the Duffield-Pennsylvanian Gas Pool located in the SW/4 of Section 21, Township 16 South, Range 27 East, which was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the subject pool.

Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to CASE 8557: the top of the Wolfcamp formation underlying the NW/4 of Section 21, Township 16 South, Range 27 East, to form a standard 160-acrespacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests from the top of the Wolfcamp formation to the base of the Pennsylvanian formation (Duffield-Pennsylvanian Gas Pool inclusive) underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit within said vertical limits also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. <u>IN THE ALTERNATIVE</u>, applicant seeks an order pooling all mineral interests from the surface to the top of the Wolfcamp formation and all mineral interests in the Duffield-Pennsylvanian Gas Pool underlying the NW/4 of said Section 21 to form a standard 160-acre spacing and proration unit for any and all formations and/or pools dedicated on 160-acre spacing, to be dedicated to a well to be drilled at a standard location thereon. Applicant further seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of said Section 21 to form a standard 320-acre gas spacing and proration unit in said formation also to be dedicated to the above-mentioned well at a standard gas well location for a 320-acre gas spacing and proration unit. Also to be considered, in either case, 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 operator of the well and a charge for risk involved in drilling said well.

(Continued from March 13, 1985, Examiner Hearing)

CASE 8514: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Undesignated Gallup and Basin-Dakota production in the wellbore of its Rosa Unit Well No. 98 located 1840 feet from the South line and 790 feet from the West line (Unit L) of Section 23, Township 31 North, Range 6 West.

CASE 8515: (Continued from March 13, 1985, Examiner Hearing)

Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Undesignated Gallup and Basin-Dakota production in the wellbore of its Rosa Unit Well No. 99% located 855 feet from the South line and 1790 feet from the West line (Unit N) of Section 26, Township 31 North, Range 6 West.

CASE 8516: (Continued from March 13, 1985, Examiner Hearing)

Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Undesignated Gallup and Basin-Dakota production in the wellbore of its Rosa Unit Well No. 100 located 890 feet from the South line and 1850 feet from the West line (Unit N) of Section 21, Township 31 North, Range 6 West.

CASE 8517: (Continued from March 13, 1985, Examiner Hearing)

Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Undesignated Gallup and Basin-Dakota production in the wellbore of its Rosa Unit Well No. 101 located 1760 feet from the South line and 1850 feet from the West line (Unit K) of Section 24, Township 31 North, Range 6 West.

CASE 8518: (Continued from March 13, 1985, Examiner Hearing)

Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Undesignated Gallup and Basin-Dakota production in the wellbore of its Rosa Unit Well No. 102 located 1790 feet from the South line and 900 feet from the East line (Unit I) of Section 30, Township 31 North, Range 5 West.

CASE 8536: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, Sar Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1190 feet from the South line and 1840 feet from the East line of Section 13, Township 28 North, Range 13 West, Totah-Gallup Oil Pool, the S/2 SE/4 of said Section 13 to be dedicated to the well.

CASE 8537: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, Sar Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1010 feet from the North line and 1450 feet from the West line of Section 24, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the N/2 NW/4 of said Section 24 to be dedicated to the well.

CASE 8538: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, Sar Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1190 feet from the South and West lines of Section 25, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the S/2 SW/4 of said Section 25 to be dedicated to the well.

CASE 8539: (Continued from March 27, 1985, Examiner Hearing)

Application of Amoco Production Company for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 1080 feet from the South line and 1110 feet from the East line of Section 35, Township 28 North, Range 13 West, Cha Cha-Gallup Oil Pool, the S/2 SE/4 of said Section 35 to be dedicated to the well.