

Docket Nos. 30-84 and 31-84 are tentatively set for August 8 and August 22, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JULY 25, 1984

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

The following cases will be heard before Michael E. Stogner, Examiner or Richard L. Stamets, Alternate Examiner:

- CASE 8268: Application of Randolph M. Richardson for a unit agreement, Dona Ana County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Sunland Park Unit Agreement comprising 22,284 acres, more or less, of Federal, State, and Fee lands in Townships 26 and 27 South, Ranges 1 West and 1 East.
- CASE 8269: Application of Cibola Energy Corporation for a unit agreement, Lincoln and Otero Counties, New Mexico. Applicant, in the above-styled cause, seeks approval of the Three Rivers Unit Agreement comprising 24,539.73 acres, more or less, of Federal, State and Fee lands in Townships 9, 10 and 11 South, Ranges 8, 9, and 9½ East.
- CASE 8270: Application of Yates Petroleum Corporation for a non-standard oil proration unit, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard proration unit comprising the SW/4 of Section 11, Township 7 South, Range 33 East, in the Bough C formation.
- CASE 8271: Application of Mustard Seed Oil & Chemical Corporation for a non-standard proration unit, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard proration unit comprising the NE/4 SE/4 of Section 21, Township 26 North, Range 1 East, East Puerto Chiquito-Mancos Oil Pool.
- CASE 8247: (Continued from July 11, 1984, Examiner Hearing)
Application of Charles B. Gillespie, Jr. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Townsend Wolfcamp (Permo Upper-Penn) formation in the perforated interval from 10546 feet to 10598 feet in its State D Well No. 3 located 3,000 feet from the South line and 330 feet from the West line of Section 1, Township 16 South, Range 35 East.
- CASE 8272: Application of Shell Western E & P, Inc. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 1285 feet from the South line and 660 feet from the East line of Section 33, Township 23 South, Range 34 East, to test the Ellenburger formation and/or to develop the Antelope Ridge-Devonian Gas Pool.
- CASE 8273: Application of Blanks Energy Corporation for an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 330 feet from the South line and 2000 feet from the East line of Section 16, Township 18 South, Range 35 East, South Vacuum-Devonian Pool, the W/2 SE/4 of said Section 16 to be dedicated to the well.
- CASE 8274: Application of Blanks Energy Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 660 feet from the North line and 990 feet from the East line of Section 21, Township 18 South, Range 35 East, South Vacuum-Devonian Pool, the E/2 NE/4 of said Section 21 to be dedicated to the well.
- CASE 8217: (Continued from July 11, 1984, Examiner Hearing)
Application of Curtis J. Little for HARDSHIP GAS WELL CLASSIFICATION, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Federal Com Well No. 2E located in Unit N of Section 11, Township 28 North, Range 13 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8275: Application of Robert E. Landreth for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow, Atoka, and Strawn formations underlying the N/2 of Section 3, Township 25 South, Range 34 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North and West lines of said Section 3. 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 8276: Application of ARCO Oil and Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry, Drinkard, and Wantz-Abo production in the wellbore of its Roy Barton Well No. 2 located in Unit B of Section 23, Township 21 South, Range 37 East.

CASE 3212: (Continued from July 11, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for a HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Jurnegan State Well No. 1 located in Unit C of Section 8, Township 24 South, Range 25 East, Mosley Canyon-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 3214: (Continued from July 11, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Baldrige Federal Well No. 2 located in Unit B of Section 14, Township 24 South, Range 24 East, Baldrige Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 3226: (Continued from July 11, 1984, Examiner Hearing)

Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its South Empire State Com Well No. 1 located in Unit M of Section 24, Township 17 South, Range 28 East, South Empire-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 3277: Application of Fred G. Yates for compulsory pooling and a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations from the surface through the Pennsylvanian formation underlying the SW/4 of Section 18, Township 13 South, Range 32 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. Applicant also seeks approval of a 160-acre non-standard proration unit comprising the SW/4 of said Section 18 to be dedicated to this well.

CASE 3207: (Continued from June 6, 1984, Examiner Hearing)

Application of Coastal Oil & Gas Corporation for a non-standard proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 40-acre non-standard oil proration unit comprising the NE/4 SE/4 of Section 6, Township 14 South, Range 33 East, Baum-Upper Pennsylvanian Pool.

CASE 3278: Application of Mesa Grande Resources, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Gavilan-Mancos Pool to the base of the Dakota producing interval underlying the W/2 of Section 23, Township 25 North, Range 2 West, 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 3243: (Continued from July 11, 1984, Examiner Hearing)

Application of Robert E. Chandler Corp. 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 Drinkard formation underlying the NW/4 NW/4 of Section 12, Township 20 South, Range 38 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 3279: Application of Phillips Oil Company for salt water disposal, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Ranger Lake-Pennsylvanian Pool in the perforated interval from 10,228 feet to 10,346 feet in its Ranger Well No. 6 located in Unit N of Section 23, Township 12 South, Range 34 East.

Docket Nos. 32-84 and 33-84 are tentatively set for August 22 and September 5, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 8, 1984

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

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

- CASE 8290: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack L. Cayias, J. R. Abraham and all other interested parties to appear and show cause why the Charles M Well No. 1 located 1850 feet from the South line and 790 feet from the West line of Section 1, Township 25 North, Range 3 West, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 8291: Application of I & W Transportation, 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 Kemnitz-Lower Wolfcamp Pool in the perforated interval from 10,694 feet to 11,348 feet in its Sombrero "MS" State Well No. 2 located in Unit C of Section 27, Township 16 South, Range 33 East.
- CASE 8278: (Continued from July 25, 1984, Examiner Hearing)
- Application of Mesa Grande Resources, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Gavilan-Mancos Pool to the base of the Dakota producing interval underlying the W/2 of Section 23, Township 25 North, Range 2 West, 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 8292: Application of Pollution Control, Inc. for amendment to Division Order No. R-3725, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-3725 to authorize the expansion of the existing disposal facility in the vicinity of Laguna Gatuna to include the SW/4 SW/4 of Section 17, Township 20 South, Range 32 East.
- CASE 8293: Application of Apollo Energy 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 Bough "C" formation through the open hole completion from 9597 feet to 9615 feet in its Federal A-13 Well No. 1 located in Unit C of Section 13, Township 9 South, Range 35 East.
- CASE 8294: Application of Lewis B. Burleson, Inc. for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Harrison Well No. 2 located in Unit N of Section 25, Township 24 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8295: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Undesignated Gallup and Dakota production in the wellbore of its Jicarilla Apache A-118 Well No. 8 located in Unit P of Section 35, Township 26 North, Range 3 West, and all wells subsequently to be drilled on this same lease which includes Sections 25, 26, 35, and 36 of this Township.
- CASE 8296: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Mesaverde, Gallup and Dakota production in the wellbore of its Fred Phillips "C" Well No. 3 in Section 15, Township 25 North, Range 3 West, the NW/4 of said Section 15 to be dedicated to the well, and in all wells subsequently to be drilled on these leases which include all of Section 10 and the N/2 of said Section 15, Township 25 North, Range 3 West.
- CASE 8276: (Continued and Readvertised)
- Application of ARCO Oil & Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinbry, Drinkard and Wantz-Abo production in the wellbores of its Roy Barton Well No. 2 located in Unit B, its Roy Barton Well No. 3 located in Unit H, and its S. J. Sarkeys Well No. 4 located in Unit P, all in Section 23, Township 21 South, Range 37 East.

CASE 8297: (This case will be dismissed.)

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 N/2 of Section 25, Township 24 South, Range 28 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 8298: Application of Mesa Petroleum Co. for retroactive allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of a retroactive gas allowable to its State Com AK Well No. 35 and its State Com AK Well No. 35E located in Section 36, Township 32 North, Range 12 West, Basin-Dakota Pool. Applicant seeks the assignment of the retroactive allowable from the date of first connection in October, 1980 until the date of the first regular allowable in April, 1982.

CASE 8299: (This case will be dismissed.)

Application of Southland Royalty Company for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 201.67-acre non-standard proration unit in Section 12, Township 32 North, Range 8 West, Albino-Pictured Cliffs Pool.

CASE 8275: (Continued from July 25, 1984, Examiner Hearing)

Application of Robert E. Landreth for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow, Atoka, and Strawn formations underlying the N/2 of Section 3, Township 25 South, Range 34 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North and West lines of said Section 3. 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 8300: Application of Morris R. Antweil 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 Blinbery formation underlying the NE/4 NW/4 of Section 7, Township 20 South, Range 38 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 8301: Application of Morris R. Antweil 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 Abo formation underlying the NW/4 NE/4 of Section 33, Township 19 South, Range 38 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 8212: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for a HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Jurnegan State Well No. 1 located in Unit C of Section 8, Township 24 South, Range 25 East, Mosley Canyon-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8213: (Continued from July 11, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Marathon State Well No. 1 located in Unit J of Section 11, Township 24 South, Range 24 East, Baldrige Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8214: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Baldrige Federal Well No. 2 located in Unit B of Section 14, Township 24 South, Range 24 East, Baldrige Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.