

Dockets Nos. 7-79 and 8-79 are tentatively set for hearing on February 28 and March 14, 1979. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - FEBRUARY 14, 1979

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

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for March, 1979, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for March, 1979, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- (3) Consideration of purchaser's nominations for the one year period beginning April 1, 1979, for both of the above areas.
- CASE 6445: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Consolidated Minerals Development Corporation, American Surety Company, and all other interested parties to appear and show cause why the Sarah "S" Well No. 1 located in Unit J of Section 26, Township 31 North, Range 23 East, Colfax County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 6446: Application of Flag-Redfern 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 San Andres formation through the perforated interval from 4,969 feet to 4,984 feet in its Santa Fe Well No. 2 located in Unit D of Section 35, Township 10 South, Range 36 East, Dickinson-San Andres Pool, Lea County, New Mexico.
- CASE 6447: Application of Atlantic Richfield Company for approval of infill drilling and an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of its J. R. Phillips "B" Well No. 6 to be located at an unorthodox location 990 feet from the North line and 1650 feet from the West line of Section 31, Township 19 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the previously approved 160-acre non-standard proration unit which cannot be so drained by the existing unit well.
- CASE 6448: Application of Sam H. Snoddy for amendment of Order No. R-5521, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5521 to change the 160-acre non-standard proration unit to a 320-acre non-standard proration unit comprising the SW/4 of Section 25 and the NW/4 of Section 36, both in Township 20 South, Range 32 East, South Salt Lake Field, Lea County, New Mexico.
- CASE 6449: Application of The Superior Oil Company for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Strawn and Morrow production in the wellbore of its Ryan Com. Well No. 1 located in Unit D of Section 5, Township 23 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico.
- CASE 6450: Application of Sun Oil Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for its East Millman Pool Unit Area comprising 920 acres, more or less, of Federal and state lands in Township 19 South, Range 28 East, Eddy County, New Mexico.
- CASE 6451: Application of Burleson & Huff for approval of infill drilling and an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of its Coll. A Well No. 2 to be located at an unorthodox location 1980 feet from the North line and 330 feet from the East line of Section 29, Township 25 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the previously approved 160-acre non-standard proration unit which cannot be so drained by the existing unit well.
- CASE 6452: Application of Burleson & Huff for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the recompletion of its Harrison Well No. 2 located in Unit N or, in the alternative, the drilling of its Harrison Well No. 4 to be located in Unit L, both in Section 25, Township 24 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the previously approved 160-acre non-standard proration unit which cannot be so drained by the existing unit well.
- CASE 6453: Application of Moranco for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry and Drinkard production in the wellbore of its EM Elliott Well No. 1 located in Unit E of Section 35, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 6454: Application of Doyle Hartman for approval of infill drilling and two non-standard proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of a well to be located 1980 feet from the South and East lines of Section 9, Township 25 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the existing proration unit which cannot be so drained by the existing well, the El Paso Prichard Well No. 1, located in Unit G of Section 9. Applicant further seeks approval of a 160-acre non-standard gas proration unit comprising the SE/4 of Section 9 for the new well and a 160-acre non-standard unit comprising the NE/4 of said Section 9 for the El Paso well.

CASE 6432: (Continued and Readvertised)

Application of John Yuronka for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Langlie Mattix Pool underlying the NE/4 NW/4 and the SE/4 NW/4 of Section 29, Township 24 South, Range 37 East, Lea County, New Mexico, to form two 40-acre units, each 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 wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the wells and a charge for risk involved in drilling said wells.

CASE 6435: (Continued and Readvertised)

Application of Amerada Hess Corporation for approval of infill drilling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the drilling of its W. A. Weir "B" Well No. 3 located in Unit B of Section 26, Township 19 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, is necessary to effectively and efficiently drain that portion of the proration unit which cannot be so drained by the existing well, and further seeks approval of a waiver of existing well-spacing requirements.

CASE 6419: (Continued from January 31, 1979, Examiner Hearing)

Application of Yates Petroleum Corporation for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Lanning JC Well No. 1 located in Unit B of Section 7, Township 18 South, Range 26 East, Eagle Creek Field, Eddy County, New Mexico, to produce gas from the Strawn formation through the casing-tubing annulus and from the Morrow formation through tubing.

CASE 6423: (Continued from January 31, 1979, Examiner Hearing)

Application of Yates Petroleum Corporation for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Jackson AT Well No. 9 located 660 feet from the South and West lines of Section 13, Township 17 South, Range 25 East, Eddy County, New Mexico, to test the Wolfcamp, Pennsylvanian, and Mississippian formations, the S/2 of said Section 13 to be dedicated to the well.

CASE 6424: (Continued from January 31, 1979, Examiner Hearing)

Application of Yates Petroleum Corporation for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Superior Fed. KJ Well No. 1 located 990 feet from the North and West lines of Section 7, Township 20 South, Range 29 East, Eddy County, New Mexico, to test the Wolfcamp and Pennsylvanian formations, the N/2 of said Section 7 to be dedicated to the well.

CASE 6455: Application of Yates Petroleum Corporation for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for its North Texas Hills Unit Area comprising 5,120 acres, more or less, of Federal, state, and Fee lands in Township 21 South, Range 21 East, Eddy County, New Mexico.

CASE 6456: Application of Harvey E. Yates Company for a new onshore reservoir determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its Loco Hills Welch Well No. 1 located in Unit D of Section 9, Township 18 South, Range 29 East, Morrow formation, Eddy County, New Mexico.

CASE 6457: Application of Harvey E. Yates Company for a new onshore reservoir determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination for its Empire South Deep Unit Well No. 13 located in Unit N of Section 30, Township 17 South, Range 29 East, Morrow formation, Eddy County, New Mexico.

CASE 6458: Application of Cotton Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal 24 Well No. 1 to be located 660 feet from the South and East lines of Section 24, Township 21 South, Range 23 East, Indian Basin-Upper Pennsylvanian Pool, Eddy County, New Mexico, all of said Section 24 to be dedicated to the well.

CASE 6459: Application of Cotton Petroleum Corporation 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 all of Section 24, Township 21 South, Range 23 East, Indian Basin-Upper Pennsylvanian Pool, Eddy County, New Mexico, to be dedicated to a well to be drilled 660 feet from the South and East lines of said section. 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. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6460: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order extending certain pools in Rio Arriba, San Juan, and Sandoval Counties, New Mexico:

(a) EXTEND the Aztec-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM  
Section 26: W/2

(b) EXTEND the Ballard-Pictured Cliffs Pool in Rio Arriba, Sandoval and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM  
Section 16: NE/4

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM  
Section 18: SE/4

(c) EXTEND the Beautiful Mountain-Mississippian Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 19 WEST, NMPM  
Section 32: SE/4 SW/4 and SW/4 SE/4

(d) EXTEND the Bisti-Lower Gallup Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 10 WEST, NMPM  
Section 5: S/2 NE/4

(e) EXTEND the Blanco Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM  
Section 8: E/2  
Section 9: All

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM  
Section 3: W/2  
Section 4: All  
Section 5: All

TOWNSHIP 27 NORTH, RANGE 2 WEST, NMPM  
Section 21: S/2  
Section 28: W/2  
Section 29: S/2 (Partial)  
Section 30: S/2 (Partial)

TOWNSHIP 30 NORTH, RANGE 5 WEST, NMPM  
Section 1: W/2

(f) EXTEND the Blanco-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 9 WEST, NMPM  
Section 7: S/2  
Section 18: W/2

TOWNSHIP 31 NORTH, RANGE 10 WEST, NMPM  
Section 2: W/2 and SE/4  
Section 11: All  
Section 12: W/2 and SE/4  
Section 24: NW/4

TOWNSHIP 32 NORTH, RANGE 11 WEST, NMPM  
Section 14: SW/4  
Section 15: E/2  
Section 23: W/2

TOWNSHIP 32 NORTH, RANGE 12 WEST, NMPM  
Section 12: W/2

(g) EXTEND the South Blanco-Pictured Cliffs Pool in Rio Arriba, Sandoval and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM  
Section 2: SW/4  
Section 3: SE/4  
Section 4: NW/4  
Section 9: NE/4  
Section 10: SE/4

(h) EXTEND the Bloomfield-Chacra Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM  
Section 12: NE/4

(i) EXTEND the Chacon-Dakota Associated Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 22 NORTH, RANGE 3 WEST, NMPM  
Section 3: NE/4

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPM  
Section 23: SW/4  
Section 26: W/2  
Section 35: NW/4

TOWNSHIP 24 NORTH, RANGE 3 WEST, NMPM  
Section 19: All  
Section 20: W/2  
Section 29: E/2 and NW/4  
Section 30: N/2  
Section 33: NE/4

(j) EXTEND the Choza Mesa-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM  
Section 7: N/2

TOWNSHIP 28 NORTH, RANGE 4 WEST, NMPM  
Section 13: All  
Section 24: W/2  
Section 36: NE/4

TOWNSHIP 29 NORTH, RANGE 4 WEST, NMPM  
Section 22: SE/4  
Section 23: S/2  
Section 24: SW/4  
Section 25: W/2 and SE/4  
Section 26: All  
Section 27: E/2

(k) EXTEND the Franciscan Lake-Mesaverde Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 20 NORTH, RANGE 5 WEST, NMPM  
Section 18: NW/4 SW/4

(l) EXTEND the Gavilan-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM  
Section 28: NE/4

(m) EXTEND the Gobernador-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 4 WEST, NMPM  
Section 20: S/2

TOWNSHIP 29 NORTH, RANGE 5 WEST, NMPM  
Section 3: SE/4  
Section 23: NE/4

(n) EXTEND the Gonzales-Mesaverde Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM  
Section 5: NE/4

(o) EXTEND the Harper Hill Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 14 WEST, NMPM  
Section 2: NE/4

(p) EXTEND the West Lindrith Gallup-Dakota Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM  
Section 1: SE/4  
Section 10: NE/4  
Section 11: NW/4 and SE/4  
Section 12: All  
Section 13: All  
Section 24: N/2

TOWNSHIP 25 NORTH, RANGE 4 WEST, NMPM  
Section 19: All

(q) EXTEND the South Los Pinos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 7 WEST, NMPM  
Section 3: N/2 (Partial)  
Section 4: All

TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPM  
Section 33: S/2

(r) EXTEND the Otero-Chacra Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM  
Section 27: SW/4

TOWNSHIP 26 NORTH, RANGE 6 WEST, NMPM  
Section 3: SW/4  
Section 4: SE/4  
Section 8: S/2 and NE/4  
Section 9: All  
Section 10: W/2  
Section 15: W/2  
Section 16: All  
Section 17: N/2  
Section 21: NW/4  
Section 22: NW/4

(s) EXTEND the Otero-Gallup Oil Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM  
Section 14: NW/4 SW/4  
Section 21: E/2 SW/4  
Section 28: NE/4 NW/4

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM  
Section 34: W/2 SW/4  
Section 36: W/2 SW/4

- (t) EXTEND the Tapacito-Pictured Cliffs Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPM  
Section 18: E/2

- (u) EXTEND the Ute Dome-Dakota Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 13 WEST, NMPM  
Section 30: N/2 and SE/4

- (v) EXTEND the WAW Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM  
Section 9: N/2

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM  
Section 32: SE/4

TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM  
Section 1: SW/4  
Section 2: NW/4  
Section 3: NE/4

- (w) EXTEND the White Wash Mancos-Dakota Oil Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 9 WEST, NMPM  
Section 11: W/2 NW/4

- (x) EXTEND the Wild Horse-Gallup Pool in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM  
Section 7: S/2

DOCKET: COMMISSION HEARING - WEDNESDAY - FEBRUARY 7, 1979

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

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The following cases are continued from the January 24, 1979, Commission Hearing.

CASE 6231: (DE NOVO)

Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its State "JM" Well No. 1, a Morrow test to be located 660 feet from the North and East lines of Section 25, Township 18 South, Range 24 East, Eddy County, New Mexico, the N/2 of said Section 25 to be dedicated to the well.

Upon application of Gulf Oil Corporation this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 6232: (DE NOVO)

Application of Yates Petroleum Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Cities "JC" Well No. 1 to be located 660 feet from the South and East lines of Section 13, Township 18 South, Range 24 East, Fordinkus Field, Eddy County, New Mexico, the E/2 of said Section 13 to be dedicated to the well.

Upon application of Gulf Oil Corporation this case will be heard De Novo pursuant to the provisions of Rule 1220.