

CASE 4224: Application of BIG "6"
DRLG. CO. FOR A DUAL COMPLETION
AND SALT WATER DISPOSAL.

Case Number
4224

Application

Transcripts

Small Exhibits

ETC.

dearnley-meier

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIMMS BLDG. • P. O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
October 8, 1969

EXAMINER HEARING

IN THE MATTER OF:)

Application of Big "6"
Drilling Company for a dual
completion and salt water
disposal, Lea County,
New Mexico.)

Case No.
4224

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

MR. UTZ: Case 4224.

MR. HATCH: Case 4224.

Application of Big "6" Drilling Company for
a dual completion and salt water disposal, Lea County,
New Mexico.

The Commission has received from the Applicant
a request that this case be dismissed.

MR. UTZ: Case 4224 will be dismissed
as requested by the Applicant.

I N D E XPage

Discussion

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dearnley-meier

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIMMS BLDG. • P.O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO 87101
1400 FIRST NATIONAL BANK EAST • PHONE 256-1294 • ALBUQUERQUE, NEW MEXICO 87108

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, CA FENLEY, Court Reporter in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my hand this 20th day of November, 1969.

CA Fenley

CA FENLEY - COURT REPORTER

I do hereby certify that the foregoing is a complete and correct transcript of the evidence heard by the Commission in the case of *44-724* *1969*
Shirley D. [Signature] Examiner
New Mexico Oil Conservation Commission

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

October 22, 1969

C
O
P
Y

Read & Stevens, Inc.
P. O. Box 2126
Roswell, New Mexico 88201

Attention: Mr. Norman L. Stevens, Jr.

Re: Big "6" Drilling Company
Ora Jackson "A" Well No. 1
Section 5, Township 19 South,
Range 35 East, Lea County,
New Mexico

Gentlemen:

Reference is made to your letter of October 20, 1969, concerning an application filed for a dual completion and salt water disposal on the above-captioned well.

The application was docketed for the October 8, 1969, Examiner Hearing, in Case No. 4224, and it was dismissed, by Order No. R-3849, at the request of the applicant.

Very truly yours,

GEORGE M. HATCH
Attorney

GMH/esr

604 SECURITY NATIONAL BANK BUILDING

PHONE 622-3770

CHARLES B. READ

OIL PROPERTIES

P. O. BOX 2126

ROSWELL, NEW MEXICO 88201

October 20, 1969

Big "6" Drilling Company
Ora Jackson "A" #1
Section 5-19S-35E
Lea County, New Mexico

State of New Mexico
Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

We understand that there is to be an Examiner Hearing before the Oil Conservation Commission for the purpose of presenting evidence to obtain Commission approval for a dual completion and salt water disposal on the above captioned well. Please advise us of the date of this hearing.

Very truly yours,

READ & STEVENS, INC.

Norman L. Stevens, Jr.

By: Norman L. Stevens, Jr.

NLS:at

*Ethel,
Please notify the above that
this case was dismissed
George*

*file - Case
4224*

PENNZOIL UNITED, Inc.

OCT 17 1969

WESTERN DIVISION OFFICE • WALL TOWERS WEST - MIDLAND, TEXAS • PHONE (915) 682-7316
MAILING ADDRESS: P. O. DRAWER 1828 MIDLAND, TEXAS 79701

F. CLINTON EDWARDS
VICE PRESIDENT

October 16, 1969

State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Pennzoil United, Inc. has been advised that in accordance with Rule 1203, application has been made on behalf of Big "6" Drilling Company for an Examiner Hearing before the Oil Conservation Commission for the purpose of presenting evidence to obtain Commission approval for a dual completion and salt water disposal.

Applicant proposes to dual complete its Ora Jackson "A" No. 1, located 660 feet from the South line and 660 feet from the West line of Section 5, Township 19 South, Range 35 East, Scharb Bone Springs Pool, Lea County, New Mexico, to produce oil from the lower Bone Springs interval 10,062 to 10,119 feet through 2 3/8" tubing and dispose of produced salt water down the annulus between the 8 5/8" intermediate casing and 4 1/2" production casing. The injection of salt water to be into those formations open between 3989 and 9500 feet, being the lower Seven Rivers, Queen, San Andres and upper Bone Springs.

Please be advised that Pennzoil United, Inc. objects to this application on the grounds that injection of salt water between 3989 and 9500 feet into the lower Seven Rivers, Queen, San Andres and upper Bone Springs could result in damage to prospective producing horizons. In our opinion, all of these zones in this immediate area have not been sufficiently tested to determine whether or not they may be productive and disposal of water into such prospective pays could result in serious damage.

Yours very truly,

PENNZOIL UNITED, INC.


F. Clinton Edwards

FCE:FMcB
cc: List Attached

State of New Mexico
Oil Conservation Commission
October 16, 1969
Page 2

cc: Atlantic Richfield Company, Box 352, Midland, Texas 79701
Gulf Oil Corporation, Box 670, Hobbs, New Mexico 88240
Hondo Oil and Gas Company, Box 1000, Roswell, New Mexico 88201
Humble Oil and Refining Company, Box 1600, Roswell, New Mexico 88201
R. E. Lawson, Jr., Box 1463, Midland, Texas 79701
Marathon Oil Company, Box 552, Midland, Texas 79701
Charles B. Read, Box 2126, Roswell, New Mexico 88201
Standard Oil Company of Texas, Box 1660, Midland, Texas 79701
United States Smelting, Refining & Mining Company, Box 1877, Midland,
Texas 79701



OIL CONSERVATION COMMISSION

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

GOVERNOR
DAVID F. CARGO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER

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

October 15, 1969

Mr. Donald G. Stevens
Attorney at Law
Post Office Box 2244
Santa Fe, New Mexico

Re: Case No. 4224
Order No. R-3849
Applicant:
Big "6" Drilling Company

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

AIP/ir

Copy of order also sent to:

Hobbs OCC x

Artesia OCC

Aztec OCC

Other _____

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 4224
Order No. R-3849

APPLICATION OF BIG "6" DRILLING COMPANY
FOR A DUAL COMPLETION AND SALT WATER
DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 8, 1969,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 14th day of October, 1969, the Commission, a
quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the
premises,

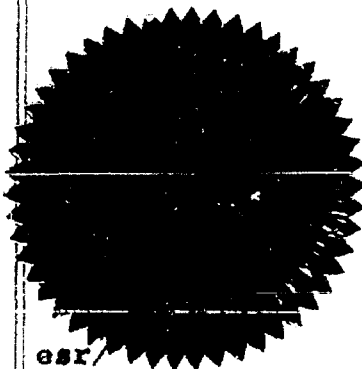
FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 4224 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

David F. Cargo
DAVID F. CARGO, Chairman

Alex J. Armijo
ALEX J. ARMILLO, Member

A. L. Porter, Jr.
A. L. PORTER, Jr., Member & Secretary

6
SP
17
DONALD G. STEVENS · ATTORNEY AT LAW

P. O. Box 2244
214 Old Santa Fe Trail
SANTA FE, NEW MEXICO 87501
AREA CODE 505
982-2893

October 7, 1969

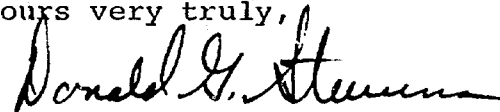
New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Attn: Mr. Elvis Utz

Gentlemen:

As per my conversation with Mrs. Ida Rodriguez I am requesting the cancellation of Case Number 4224 at the request of the applicant, Big 6 Drilling Company of Houston, Texas.

Yours very truly,



Donald G. Stevens

DGS/blm



Docket No. 27-69

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 8, 1969

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

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 4220: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit E. P. Campbell, and all other interested parties to appear and show cause why the E. P. Campbell Christmas Well No. 1 located in Unit C of Section 6, Township 23 South, Range 36 East, Jalmat Pool, Lea County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4221: Application of Tenneco Oil Company for a dual completion and water injection, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its South Hospah Unit Well No. 23 located in Unit K of Section 12, Township 17 North, Range 9 West, McKinley County, New Mexico, in such a manner as to permit the production of gas from the perforated interval 2590 feet to 2865 feet, undesignated Dakota gas pool, and the injection of water for secondary recovery purposes into the upper sand, South Hospah-Upper Sand Oil Pool, in the perforated interval from 1685 feet to 1714 feet.

CASE 4222: Application of Coastal States Gas Producing Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the West Sawyer-San Andres Pool, Lea County, New Mexico, including a provision for 80-acre spacing and proration units.

CASE 3881: (Reopened)

In the matter of Case No. 3881 being reopened pursuant to the provisions of Order No. R-3533, which order established 80-acre spacing units for the South Prairie-Devonian Pool, Roosevelt County, New Mexico, for a period of one year. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 4181: (Continued from the September 10, 1969 Examiner Hearing)

Application of J. M. Huber Corporation for a dual completion and salt water disposal, Lea County, New Mexico. Applicant,

(Case 4181 continued)

in the above-styled cause, seeks authority to dually complete its Stoltz Federal Well No. 1 located in Unit J of Section 12, Township 15 South, Range 34 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Morton-Wolfcamp Pool and the disposal of produced salt water through the 8 5/8 X 4 1/2-inch casing-casing annulus into the San Andres, Tubb, Abo, and possibly other formations in the open-hole interval from approximately 4330 feet to 9750 feet.

CASE 4223: Application of Resler and Sheldon for two waterflood projects, Lea County, New Mexico. Applicants, in the above-styled cause, seek authority to institute two waterflood projects by the injection of water into the Grayburg, and possibly other formations in the perforated interval from approximately 3555 feet to 3617 feet in their Kelly Well No. 3 and into the Queen, and possibly other formations in the perforated interval from approximately 3439 feet to 3689 feet in their Steeler Well No. 1, said wells being located, respectively, in Unit M of Section 16, and Unit I of Section 20, Township 23 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico. In the alternative, applicants seek authority to dispose of produced salt water in said wells in the intervals as described above.

CASE 4224: Application of Big "6" Drilling Company for a dual completion and salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its Ora Jackson "A" Well No. 1 located 660 feet from the South and West lines of Section 5, Township 19 South, Range 35 East, Lea County, New Mexico, in such a manner as to permit the production of oil from the Scharb-Bone Springs Pool and the disposal of produced salt water through the intermediate casing-production casing annulus into the Seven Rivers, Queen, San Andres, Upper Bone Springs, and possibly other formations in the interval from approximately 3989 feet to 9500 feet.

CASE 4225: Application of S. P. Yates for a pressure maintenance project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project by the injection of water into the Queen formation through his Anderson Well No. 2 located 2310 feet from the South line and 990 feet from the East line of Section 11, Township 20 South, Range 26 East, West McMillan Pool, Eddy County, New Mexico.

Examiner Hearing - October 8, 1969

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Docket No. 27-69

CASE 4226: Application of John A. Yates for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg formation through his John A. Yates-State A Wells Nos. 2 and 6 located in Units J and P, respectively, of Section 5, Township 19 South, Range 28 East, Artesia Pool, Eddy County, New Mexico.

CASE 4227: Application of Penrock Oil Corporation for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C 11 to permit the re-entry of a well at an unorthodox gas well location 660 feet from the South and East lines of Section 33, Township 12 South, Range 34 East, West Ranger Lake-Devonian Gas Pool, Lea County, New Mexico. The E/2 of said Section 33 to be dedicated to the well.



Telegram

LA050 SSH247

1969 SEP 30 AM 11 20

L RWA012 PD=ROSWELL NMEX 30 1055A MDT=
NEW MEXICO OIL CONSERVATION COMMISSION=
MR ELVIS A UTZ SANTA FE NMEX=

1 20 30

RE CASE 4224 APPLICATION OF BIG "6" FOR DUAL COMPLETION
OF ORA JACKSON A NUMBER 1 TO ALLOW PRODUCTION OF THE
SCHARB BONE SPRINGS AND DISPOSAL OF PRODUCED WATER
THROUGH THE CASING-CASING ANNULUS INTO THE INTERVAL 3989
FEET TO 9500 FEET. AS AN OFFSET OPERATOR ATLANTIC
RICHFIELD CO URGES THAT THE REQUEST NOT BE GRANTED AS
THE DISPOSAL INTERVAL WILL NOT ALLOW CONTROL OF DISPOSED
WATER=

S L SMITH DISTRICT MANAGER=

WU 1201 (R 5-69)

Oil Reports and Gas Services

P. O. BOX 763
HOBBS, NEW MEXICO 88240

W. L. SMITH, OWNER

September 16, 1969

PHONE NUMBERS
393-2727 - 393-2017

815517

Case 4224

State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Gentlemen:

In accordance with Rule 1203, application is hereby made on behalf of Big "6" Drilling Company for an Examiner Hearing before the Oil Conservation Commission for the purpose of presenting evidence to obtain Commission approval for a dual completion and salt water disposal.

Applicant proposes to dual complete its Ora Jackson "A" No. 1, located 660 feet from the South line and 660 feet from the West line of Section 5, Township 19 South, Range 35 East, Scharb Bone Springs Pool, Lea County, New Mexico, to produce oil from the lower Bone Springs interval 10,062 to 10,119 feet through 2 3/8" tubing and dispose of produced salt water down the annulus between the 8 5/8" intermediate casing and 4 1/2" production casing. The injection of salt water to be into those formations open between 3989 and 9500 feet, being the lower Seven Rivers, Queen, San Andres and upper Bone Springs.

Interested parties who have this day been furnished a copy of this application:

Atlantic Richfield Company, Box 352, Midland, Texas 79701
Gulf Oil Corporation, Box 670, Hobbs, New Mexico 88240
Hondo Oil and Gas Company, Box 1000, Roswell, New Mexico 88201
Humble Oil and Refining Company, Box 1600, Roswell, New Mexico 88201
R. E. Lawson, Jr., Box 1463, Midland, Texas 79701
Marathon Oil Company, Box 552, Midland, Texas 79701
Pennzoil United, Inc., Wall Towers West Bldg., Midland, Texas 79701
Charles B. Read, Box 2126, Roswell, New Mexico 88201
Standard Oil Company of Texas, Box 1660, Midland, Texas 79701
United States Smelting, Refining & Mining Company, Box 1877, Midland, Texas

Yours very truly,

OIL REPORTS AND GAS SERVICES

W. L. Smith
W. L. Smith

DOCKET MAILED

Date

9-26-69

DH/kh

DRAFT

GMH/esr

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 4224

Order No. R-3849

APPLICATION OF BIG "6" DRILLING COMPANY
FOR A DUAL COMPLETION AND SALT WATER
DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 8, 1969,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this _____ day of October, 1969, the Commission, a
quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 4224 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.

CASE 4225: Application of S. P.
YATES FOR A PRESSURE MAINTENANCE
PROJECT, EDDY COUNTY, NEW MEXICO.