Case Number 242

Application

Trascripts

Small Exhibits

ETC.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMINY, BAILY COPY, CONVENTIONS 1120 SIMMS BIDG. . P. O. BOX 1092 . PHONE 243.6691 . ALBUQUERQUE,

dearnley-meier regard

NEW MEXICO

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico October 22, 1969

EXAMINER HEARING

IN THE MATTER OF:

Application of Amini Oil Corpora-) CASE NO. 4239 tion for compulsory pooling, Lea) County, New Mexico.

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING



MR. NUTTER: We'll call Case Number 4239.

MR. HATCH: Case 4239. Application of Amini Oil Corporation for compulsory pooling, Lea County, New Mexico.

If the Examiner please, the Applicant has requested that this case be continued to November 25, 1969.

MR. NUTTER: Case Number 4239 will be continued to the Examiner Hearing scheduled for this same place at 9:00 o'clock A.M. on November 5, 1969. I'll call next Case Number 4241.

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, DAVID BINGHAM, a 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.

COURT REPORTER Jan

s do hereby certify that the foregoing is a complete record of the prospectings in the Eraniner hearing of Case No. 1237, heard by se on 14/22 1967.

Ber Mexico Oil Conservation Consission



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

November 10, 1969

Mr. Richard S. Morris Montgomery, Federici, Andrews and Morris Attorneys at Law P. O. Box 2307 Santa Fe, New Mexico	Re: , Hannah	Applicant:	4239 R-3875 1 Corporation
Dear Sir:			
Enclosed herewith are two consion order recently entered			erenced Commis-
	a. L. 1	PORTER, Jr.	L.
ALP/ir			
Copy of order also sent to:			
Hobbs OCC ×			
Artesia OCC		·	
Aztec OCC			
Other			

BEFORE THE OIL CONSERVATION CONMISSION OF THE STATE OF NEW NEXICO

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

> CASE No. 4239 Order No. R-3875

APPLICATION OF AMINI OIL CORPORATION FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 22, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Uts.

MCK, on this <u>10th</u> day of Movember, 1969, the Coumission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That, at the request of the applicant, Amini Oil Corporation, Case No. 4239 was continued from the October 22, 1969, Examiner Hearing, to the Movember 25, 1969, Examiner Hearing.
- (3) That the applicant now requests that the subject case be dismissed.
- (4) That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 4239 is hereby dismissed.

CASE No. 4239 Order No. R-3875

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

STATE OF MEN MEXICO OIL COMSENVATION COMMISSION

DAVID F. CARGO, Chairman

al Certin-L

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

NOV 7 RECTU

MONTGOMERY, FEDERICI, ANDREWS, HANNAHS & MORRIS

J. O. SETH (1883-1963)

A. K. MONTGOMERY
WM. FEDERICI
FRANK ANDREWS
FRED C. HANNAHS
RICHARD S. MORRIS
SUMNER G. BUELL
SETH C. MONTGOMERY
FRANK ANDREWS III

ATTORNEYS AND COUNSELORS AT LAW
350 EAST PALACE AVENUE
SANTA FE, NEW MEXICO 87501

November 6, 1969

PCST OFFICE BOX 2307 AREA CODE 505 TELEPHONE 982-3876

New Mexico Oil Conservation Commission State Land Office Building Santa Fe, New Mexico 87501

Re: Application of Amini Oil Corporation for Compulsory Pooling, Lea County, New Mexico; NMOCC Case No. 4239

Gentlemen:

Amini Oil Corporation requests that Case No. 4239 be dismissed. This case was continued from the examiner hearing scheduled for October 22, 1969.

Dismissal of this Application is sought for the reason that all working interest owners in the proration unit sought to be pooled have voluntarily pooled their acreage.

Very truly yours,

Kichant S. Mour

RSM:F

cc: Mr. K. K. Amini
Amini Oil Corporation
Wall Towers West
Midland, Texas

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 22, 1969

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

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

CASE 4213: (Continued from the September 10, 1969, Examiner Hearing)

Application of Texo Oil Company for pool redelineation, creation of a new gas pool, an unorthodox gas well location, and non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the redelineation of the vertical limits of the South Corbin-Queen Pool to permit the creation of a new basal Penrose gas pool for its Buffalo Unit Well No. 11 located at an unorthodox gas well location 2310 feet from the South line and 330 feet from the West line of Section 35, Township 18 South, Range 33 East, Lea County, New Mexico. Applicant further seeks approval of an 80-acre non-standard gas proration unit comprising the N/2 SW/4 of said Section 35, to be dedicated to the above-described well.

- CASE 4230: Application of Dalport Oil Corporation for an exception to Order No. R-3221, as amended, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves, and Robsevelt Counties, New Mexico. Said exception would be for applicant's AMCO Federal Well No. 2 located in the SW/4 NW/4 of Saction 31, Township 14 South, Range 30 East, Double L Field, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by said well in an unlined surface pit located in the vicinity of said well.
- CASE 4231: Application of Western States Producing Company for salt water disposal, Recsevelt County, New Mexico. Applicant, in the above-styled causa, seeks authority to dispose of produced salt water into the San Andres formation in the perforated interval from 4174 feet to 4888 feet in its State "30" Well No. 3. located in Unit A of Section 30, Township 7 South, Range 33 East, Chaveron-San Andres Pool, Roosevelt County, New Mexico.

- CASE 4232: Application of Pan American Petroleum Corporation for a pressure maintenance project. Chaves County. New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project on its Baskett "D" Lease by the injection of water into the San Andres formation through its Baskett "D" Well No. 4 located in Unit I of Section 11, Township 8 South, Range 30 East, Cato-San Andres Pool, Chaves County, New Mexico.
- CASE 4233: Application of Aztec Oil & Gas 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 Yates-Seven Rivers formations in the open-hole interval from 3929 feet to 3990 feet in its State SR Well No. 1 located in Unit G of Section 16, Township 24 South, Range 36 Mast, Jalmat Field, Lea County, New Mexico.
- CASE 4234: Application of Gulf Oil Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the upper Morrow and lower Morrow formations underlying Section 12, Township 23 South, Range 24 East, Eddy County, New Mexico. Said acreage to be dedicated to a well to be drilled at a standard location 1650 feet from the North and East lines of said Section 12, and within one mile of the Rock Tank-Upper Morrow and Rock Tank-Lower Morrow Gas Pools. Also to be considered will be the costs of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.
- CASE 4235: Application of Continental Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its Jack A-29 lease by the injection of water into the Seven Rivers-Queen formations through its Jack A-29 Wells Nos. 2 and 4 located, respectively, in Unit and O of Section 29, Township 24 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico.

- CASE 4236: Application of Continental Gil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its Anderson Ranch Unit Area by the injection of water into the Wolfcamp formation through its Anderson Ranch Unit Wells Nos. 4 and 5, located, respectively, in Units B and J of Section 11, Township 16 South, Range 32 East, Anderson Ranch-Wolfcamp Pool, Lea County, New Mexico.
- CASE 4237: Application of Continental Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the Monument-Tubb and Weir-Blinebry Fools in the well-bores of the following four wells located in Township 20 South, Range 37 East, Lea County, New Mexico:

Britt "B" Well No. 18 - Unit N - Section 10 Britt "B" Well No. 19 - Unit B - Section 15 Britt "B" Well No. 20 - Unit L - Section 10 Britt "B" Well No. 21 - Unit J - Section 10

CASE 4238: Application of McCasland Disposal System for the amendment of Order No. R-3781, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3781, to permit the disposal of produced salt water in the Yates formation, in addition to the previously authorized Seven Rivers formation, in its Getty Oil Company J. H. Day Well No. 2 located in Unit D of Section 6, Township 22 South, Range 36 East, Jalmat Fool, Lea County, New Mexico. Overall disposal interval would be from 3543 feet to 3939 feet.

CASE 4239: Application of Amini Cil Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Upper Pennsylvanian formation underlying the SE/4 of Section 8, Township 14 South, Range 34 East, Lea County, New Mexico. Said acreage to be dedicated to a well to be drilled at a standard location in said quarter section and within one mile of the Cerca-Upper Pennsylvanian Pool. Also to be considered will be the costs of drillingsaid

Case 4239 - Continued from Page 3 -

well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.

- CASE 4240: Application of Pan American Petroleum Corporation for an exception to Order No. R-3221, as amended, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks exceptions to Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico. Said exceptions would be for applicant's Smernoff Federal Well No. 1 located in Unit B of Section 24 and LaRue Federal Well No. 1 located in Unit D of Section 25, both in Township 15 South, Range 29 East, Sulimar-Queen Pool, Chaves County, New Mexico. Applicant seeks authority to dispose of water produced by said wells in two unlined surface pits located in said Units B and D.
- CASE 4241: Application of Pennzoil United, Inc., for a non-standard gas proration unit or the creation of a new gas pool, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 320-acre non-standard gas proration unit comprising the E/2 of Section 21, Township 24 South, Range 26 East, White City-Pennsylvanian Gas Pool, Eddy County, New Mexico, said unit to be dedicated to applicant's Allied Federal 21 Well No. 1 located at a standard location in Unit J of said Section 21. In the alternative, applicant seeks the deletion of said Section 21 from the White City-Pennsylvanian Gas Pool and the creation of a new Morrow gas pool for said Allied Federal 21 Well No. 1.
- CASE 4242: Application of Pennzoil United, Inc., for a non-standard gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C II, to permit the recompletion of its Mescalero Ridge Well No. 1 at a non-standard location 660 feet from the South and West lines of Section 20, Township 19 South, Range 34 East, and within one mile of the Quail Ridge-Morrow Gas Pool, Lea County, New Mexico.

October 22, 1969 - Examiner Hearing

Docket No. 29-69

CASE 4223:

(Continued from the October 8, 1969, Examiner Hearing)
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.

Det 10 1969

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION OF AMINI OIL CORPORATION FOR COMPULSORY POOLING, CERCA-UPPER PENNSYLVANIAN POOL LEA COUNTY, NEW MEXICO

10 MV

APPLICATION

Comes now Amini Oil Corporation and applies to the New Mexico Oil Conservation Commission for an order pooling all mineral interests in the southeast quarter of Section 8, Township 14 South, Range 34 East, Cerca-Upper Pennsylvanian Pool, Lea County, New Mexico, and in support of its application states:

- 1. Amini Oil Corporation has the right to drill and proposes to drill a well to the Cerca-Upper Pennsylvanian Pool at a location 1,874 feet from the east line and 2,086 feet from the south line of Section 8, Township 14 South, Range 34 East, Lea County, New Mexico.
- 2. Amini Oil Corporation proposes to dedicate the southeast quarter of said Section 8 to the proposed well in accordance with the special rules and regulations for the Cerca-Upper Pennsylvanian Pool.
- 3. Amini Oil Corporation has attempted to form a pro-ration unit consisting of the southeast quarter of said Section 8 but has been unable to secure the approval of Tenneco Oil Company which is the owner of a portion of the mineral rights in and to the said lands.
- 4. Applicant seeks an order of the Commission pooling all mineral interests in the southeast quarter of said Section 8 to form a standard pro-ration unit for dedication to the applicant's proposed well, which order should designate applicant as the operator of the said well and should make appropriate charges against non-consenting working interest owners for payment of

their pro-rata share of costs of supervision and charges for the risk involved in the drilling of the well.

5. Approval of this application is necessary to prevent waste and protect correlative rights.

wherefore, Amini Oil Corporation requests that this application be set for hearing before the Commission or one of its Examiners and that the Commission enter its order pooling all mineral interests in the southeast quarter of Section 8, Township 14 South, Range 34 East, Cerca-Upper Pennsylvanian Pool, Lea County, New Mexico.

MONTGOMERY, FEDERICI, ANDREWS, HANNAHS & MORRIS

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P. O. Box 2307/

Santa Fe, New Mexico 87501

Attorneys for Amini Oil Corporation

GMH/esr 11-7-69

9)

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

MCA

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

CASE No. 4239

Order No R-3875

APPLICATION OF AMINI OIL CORPORATION FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 22, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this ______ day of November, 1969, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That, at the request of the applicant, Amini Oil.

 Corporation, Case No. 4239 was continued from the October 22,

 1969, Examiner Hearing, to the November 25, 1969, Examiner

 Hearing.
- (3) That the applicant now requests that the subject case be <u>dismissed</u>.
- (4) That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 4239 is hereby dismissed.

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

App of amini Oil Corp for
Compaul pooling - Lea Co. M. M.

pool SE/4 of Lea 8, T 145, R34E

Pool Penny - Circa
Pann or 10, 5 or feet which/en

is upperment

- Oil

Standard Rec -

CASE 4240: Application of PAN AM. for an exception to Order R-3221, as amended, Chaves County, N. M.