Application Transcripts.

Small Exhibits

dearnley-meier reporting service, inc.

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

PEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
August 5, 1970

EXAMINER HEARING

IN THE MATTER OF:

Edward M. Kriss to appear and show cause why Little Chama Valley Company Well No. 1 should not be plugged and abandoned in accordance with a Commission-approved plugging program.

) Case No. 4267) (Reopened)

BEFORE: Elvis A. Utz, Examiner



TRANSCRIPT OF HEARING

MR. UTZ: Case 4267.

MR. HATCH: Case 4267 (Reopened). In the matter of Case No. 4267 being reopened by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

The Supervisor of the Aztec District, Mr. Henry Arnold, has notified the Commission that the well has been plugged properly and recommends dismissal in the case.

MR. UTZ: Case will be dismissed.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO)

I, SOVEIDA GONZALES, Court Reporter, 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

We have to the conservation to state of

Case No.

4267

NE¥

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico November 25, 1969

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

BEFORE: Elvis A. Utz, Examiner.

TPANSCRIPT OF HEARING



MR. UTZ: Case 4267.

MR. HATCH: Case 4267. In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1. a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township l North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

MR. HATCH: George Hatch, appearing on behalf of the Commission Staff, and I have one witness to be sworn.

(Witness sworn).

MR. MORRIS: Mr. Examiner, I would like to enter my appearance in this case, please.

I am Dick Morris, of Montgomery, Federici,
Andres, Hannahs and Morris, appearing on behalf of Edward
M. Kriss.

We have Mr. O'Dell here, Mr. C. L. O'Dell, who is an agent for Mr. Kriss, and who will be available for guestioning.

MR. UTZ: You may proceed.

E. C. ARNOLD

called as a witness, having been first duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. HATCH:

- Will you state your name and position for the record?
- A E. C. Arnold, supervisor of District Three of the Oil Conservation Commission.
- O As supervisor of District Three, Mr. Arnold, do you make recommendations to the Commission concerning the plugging of wells in this district?
 - A Yes, sir.
- Q What wells do you make recommendations concerning plugging of and why?
- A Any well that is drilled which doesn't secure production is ultimately plugged and abandoned in such manner as to confine any fluid to force zones in the well bore.
 - O Are you familiar with the purpose of Case 4267?
 - A Yes, sir, I am.

- O Did you ask that the case be set?
- A Yes, sir.
- Q Are you familiar with the well that is the subject of this case?

A Yes, this is the Edward M. Kriss Little Chama

Valley Company Well No. 1, which is located 545 feet from

the north line and 1530 feet from the west line of Section

2, Township 1 North, Range 2 East, Martin and Border Survey

Area, Rio Arriba County --

MR. UTZ: What survey areas?

THE WITNESS: Martin and Border's.

MR. UTZ: All right. Proceed.

- Q (By Mr. Hatch) Do you have with you the official records concerning the subject well?
 - A Yes, sir.
- O And who does that show as the operator of the well?
 - A Edward M. Kriss.
- Q Would you, referring to your official records that you have, give a brief history of the well?
- A Yes. Notice of intention to drill was filed on October 14, 1968. This original notice showed that the well was located six hundred sixty feet from the north

line. nineteen hundred and ninety feet from the west line of Section 2 -- this location was later corrected also on October 14, 1968, a one well bond, in the name of Edward M. Kriss was approved.

No further information was received by the Commission concerning the operation and on December 27, 1968, the file reflects that I wrote a letter to Edward M. Kriss stating that the Commission was aware that a well had been drilled at a total depth of twenty-five hundred and seventeen feet, a reported depth of twenty-five hundred and seventeen feet -- and had been temporarily abandoned with a fish in the hole -- a string of drill pipe, actually.

As of that date, no reports of any kind have been filed with the Commission, indicating that the well had been spudded.

As I requested of Mr. Kriss that delinquent reports be filed. On January 16, 1968, form C 103, sundry report form was filed, or was received, showing that the drill pipe had been twisted off by the operator.

It didn't indicate what the total depth of the hole was — the operator stated that the well had been temporarily abandoned, and that it was their intention to reenter and whit stock it in the spring of 1969.

And on March 17, 1969, another sundry notice was received, which stated that the well had been drilled to a total depth of twenty-five hundred and twelve feet, and a drill stem had been twisted off at a depth of eleven hundred and seventy-four feet.

In other attempts that had been made over a five-week period, recovered a stuck drill pipe, and these efforts were unsuccessful.

This report also stated that the well had been temporarily abandoned. At the same time, a resurvey was filed, showing that the location, the corrected location to be five hundred and forty-five feet from the north line, fifteen hundred and thirty feet from the west line, of Section 2, 1 North, 2 East.

On September 11, 1969, the file contains another letter, which I wrote to Edward M. Kriss, advising that the delinquent reports had not been received, and advising that a hearing would be set to have the operator show cause why the well should not be plugged and abandoned.

That pretty well covers the history of the operation.

Mr. Arnold, the last activity then, that you know of, was prior to March, 1969?

- A It was in or about March, 1969.
- O Approximately ten months ago?
- A Yes, sir.
- Q Have you received or has the Commission received a notice of intention to plug this well?
 - A No, sir.
- O Has the Commission received a report that the well has been plugged?
 - A No.
- Q Have you or anyone from your office witnessed the plugging of the subject well?
 - A No.
 - 0 Is it your opinion that this is an abandoned hole?
- A I helieve the evidence would seem to point in that direction.
- O Is it your opinion that if the subject well is left in its present condition that crude oil, natural gas or water will escape into other strata?
- A Certainly, if oil or gas were present at this well when it was drilled, well, this danger would exist.

 I have no information that oil or gas was encountered or water either, for that matter.

I would rather suspect that the porous zones in

the Dakota Formation and possibly, the Entrada, did contain water.

Q In your opinion, if the well were drilled to a depth of approximately twenty-five hundred feet, that it would penetrate certain zones?

A Yes — and actually, by conversation, this morning, and also looking at some electric logs, which Mr. O'Dell has brought with him, I have determined that the well did penetrate the Entrada sandstone.

Q You have no information other than what you have discussed this morning?

A That's right.

O Is it your opinion that the well should be plugged?

A Ves, it's my opinion that the well should be plugged.

O Do you have a recommended plugging program?

A Well, actually, the fact that there is drill pipe in the hole, which the operators, after a five-week period, was unable to recover, I would imagine that we will have to amend the plugging program.

O Excuse me --

A Somewhat.

MR. HATCH: May I ask Mr. Morris if he plans for Mr. O'Dell to testify --

MR. MORRIS: Mr. Hatch, what I wanted to do, at some point here, was to offer form C 103, which Mr. O'Dell prepared just this morning, that shows and states on it the manner in which this well has been plugged, and we would like to get it straight if we can, whether this form of plugging is acceptable to the Commission, and I would like to tender these forms at this time.

It might expedite this --

MR. HATCH: Well, I was going to suggest stopping the questions of Mr. Arnold at the present time, and allow Mr. Morris to put his witness on.

MR. ARNOLD: I believe I could answer your other question a little more fully at the moment, which might help -- I believe, from the present condition of the well, that I would accept a plugging job -- we had approximately one hundred feet of cement set on top of the fish -- and I don't believe it will be possible to get cement below that point, anyway -- and that a top plug, with a marker set, in that location -- properly leveled and cleaned.

MR. HATCH: That would be your recommendation now?

THE WITNESS: Yes. In view of the present condition of the hole.

O (By Mr. Hatch) I think, perhaps to have it in the record a little clearer what the present condition of the hole is, it might be well to have Mr. Morris to put his witness on.

MR. MORRIS: Mr. O'Dell has not been sworn.

(Witness sworn).

GERALD L. O'DELL

called as a witness, having been first duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. MORRIS:

- O Mr. O'Dell, state your name and where you live.
- A My name is Gerald O'Dell, and I live in Newport Beach, California.
 - O What is your relationship to Mr. Edward M. Kriss?
- A I acted as an agent for him in this subsequent work. This well was originally drilled by Mr. Kriss, with a gentleman by the name of Paul Harr.

As Mr. Arnold has testified, the well was abandoned and in the same section, they reentered an old well that Mr. Harr had drilled, I believe, in 1959, known as the Rhine

Petroleum No. 1 Well.

The ownership of the lease changed during that period of time, and I was requested to come to New Mexico, and a twin well was drilled to the Kriss No. 1 Well, which I believe was approximately one hundred and sixty-five feet from the Kriss No. 1.

And I believe it was at that time, it was possibly marked -- I don't recall the dates, actually, that we filed, but it was brought up to date, the forms that had not been filed prior to the time that that has been filed.

We did discuss plugging the Kriss No. 1 Well and the conditions, and actually, I thought the form had been filed to plug, since this well was only to be one hundred and sixty-five feet from the Kriss No. 1 Well.

We did drill the other well, which was known as Rio Trust Little Chama Valley Company Well No. 1, set approximately at fifteen hundred and some feet.

The hole was drilled to twenty-one hundred and thirty-nine feet by the driller, and twenty-one hundred and thirty-one feet by Welex, and we encountered no productive zones.

In the lower zones, we thought possibly we had a show in the upper Dakotas -- pipe was set -- four and

a half inch casing was set. It was subsequently tested and we recovered no oil or gas shows, some water, and plugs were set.

And during this time, during the period that the drilling was taking place, on the Rio Trust Little Chama Valley Company Well No. 1, the Kriss Well was plugged, which I believe was in May -- no, April, because we logged this well in April, but the well was plugged with ten sacks of cement on top of the fish, and then the hole was loaded with mud, toppped with ten sacks of cement, and a four-inch marker placed on top of the Kriss Well.

- Q Have you prepared form C 103, reflecting the plugging information you have just related?
 - A Yes, sir.
 - Q Was the location and pits cleaned uo?
- A Yes, sir. The location of bits were cleaned up on all three of these wells in the same section, prior to the time the rig was moved.

In the intent to file -- or, as of yesterday, we discussed with the Commission to plug the other two wells that are in that section.

MR. MORRIS: Mr. Examiner, we would like to tender to the Commission at this time, even though it's not in

typewritten form, it's handwritten, but the form C 103, reflecting the manner in which the subject well has been plugged.

MR. HATCH: Do you wish that marked as an exhibit?

MR. MORRIS: No, I don't think it needs to be

marked as an exhibit.

- Q (By Mr. Morris) How many feet of cement would that ten sacks of cement place above the fish?
- A In figuring with Mr. Kendrick, yesterday, in Aztec, approximately eighty feet.
- Q In your opinion, would that adequately seal off the zone as best as can be done with the fish in the hole?
- A In my opinion, it would -- in comparing it with the induction electric log on the twin well, which was one hundred and sixty-five feet away.
- Q Do you have anything further you care to add at this time?
- A No, sir. I might say that Mr. Arnold had not seen the induction log or the electric log on this offset well until this morning and I had to steal it from Welex to get it over here.

CROSS EXAMINATION

BY MR. UTZ:

Q Mr. O'Dell, when was this plugging done; in

April, you say?

A I really can't remember the exact date, but it was plugged when we moved the rig in to drill the Little Chama Valley Company Well No. 1, Rio Trust.

And the log date, the date that we logged this well, the Little Chama Valley Company Well No. 1, which was the twin, was 4-5-69.

So, I know we stayed here because we were waiting to get the blanket bond -- after we had filled the forms out. So, when we moved the rig in, is when we did the plug-in -- I don't really remember the exact date.

Who was in charge of the operation at that time?

A Actually, I was — on the Little Chama No. 1 — The only excuse I have was that I thought that the day that we filed all the forms, which there was some back forms to fill in on the reentry well and so forth, and we had the locations resurveyed — I thought that I had filled out in his office an intention to plug, which obviously I didn't.

But, I believe you will agree with me that we did a back log of work that day, because — the reentry well, and so forth — there were forms to be filled in on that that no one had filled in on — and submit it to the state.

- Q Did you witness this plugging yourself?
- A No. G. O. Packer, our tool pusher, witnessed it.
- Q He's the one that told you how to put the well ---
- A Well, we told him -- I had discussed this with Mr. Arnold, and that's why I thought that we had filed this. And he said, in discussing it, that due to the fish in the hole, we thought approximately one hundred feet of cement on top of the fish and one hundred feet at the top of the hole would be sufficient, and this was the instructions that I did give to Mr. Packer, who was our tool pusher.
- Q And you feel that he plugged it in accordance with your instructions?
 - A Yes, sir, I do.
- O Do you say you still have two wells in this section to take care of?
 - A Yes, sir.
- Q And you will notify Mr. Arnold on these two wells, so he can go on with the plugging, if necessary?
- A Yes, sir. In fact, I was with Mr. Kendrick in Mr. Arnold's office yesterday, to work out the plugging program, and also with Halliburton, and we plan to plug

the two wells tomorrow.

MR. UTZ: Any other questions of the witness?

MR. ARNOLD: There is one other thing that I

would like to mention, and that is if form C 105, Well

Record Form, should also be filed on this well, because

we still, even with this form, have nothing in the file

which shows exactly everything that was done in the well.

For instance, we have no surface pipe report.

THE WITNESS: I can furnish that -- I can furnish all of the information that's possible that I can gather, but I was not on the well, and as I understand from the drillers, they had no samples.

All I know is that there was a lcg run to the top of the fish, which is still in shale.

MR. ARNOLD: Well, of course, a sample log is not so important, if we have an electric log, but at least the C 105 should be --

THE WITNESS: Right -- well, they did run an electric log to the top of the fish, which was approximately eleven hundred and seventy two feet, I believe.

MR. UTZ: It's your testimony, Mr. Arnold, that this plugging program is shown on the form 103 presented at this hearing and is satisfactory?

MR. ARNOLD: Yes, sir -- if it's plugged in that way, I believe I would accept it.

MR. UTZ: Well, there's no much of any way to determine whether it's plugged in this way or not, except what the drillers told Mr. O'Dell, unless you want to uncover it --

THE WITNESS: Well, I will say this -- that we certainly wanted the well plugged correctly because we were so close with the other well that we were drilling -- that we would not want to take the chance of channeling or --

MR. UTZ: Any other questions of either witness?
You may be excused.

(Witnesses excused) .

MR. UTZ: Statements? The case will be taken under advisement.

We will adjourn the hearing until one-thirty.

(Whereupon, a recess was held until one-thirty
P.M.)

INDEX

WITNESS	PAGE
E. C. ARNOLD	
Direct Examination by Mr. Hatch	3
GERALD O'DELL	
Direct Examination by Mr. Morris	10
Cross Examination by Mr. Htz	13

STATE OF NEW MEXICO)

OUNTY 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.

Court Reporter

f do hereby vertify that the foregoing is a complete record of the propertions in the foresteer having of fame to the property.

New Maxico Oil Conservation Vo

Canission

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF CASE NO. 4267 BRING REOPENED BY THE OIL COMSERVATION COMMISSION ON ITS OWN MOTION TO PERMIT EDWARD M. KRISS AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE EDWARD M. KRISS LITTLE CHAMA VALLEY COMPANY WELL NO. 1, A WILDCAT WELL, LOCATED 545 FERT FROM THE MORTH LINE AND 1530 FEET FROM THE WEST LINE OF SECTION 2, TOWNSHIP 1 NORTH, RANGE 2 EAST, HMPM, RIO ARRIBA COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

CASE No. 4267 Order No. R-4004

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 5, 1970, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 12th day of August, 1970, the Commission, a quorum being present, having considered the testimony, 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 the subject well has been plugged and abandoned to the satisfaction of the Commission.
 - (3) That the subject case should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 4267 is hereby dismissed.

-2-CASE No. 4267 Order No. R-4004

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

STATE OF MEN NUMICO OIL COMSTRUCTION COMMISSION

DAVID P., CARGO, Chairman

ALBX J. ARMIJO, Member

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

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 12, 1970

Mr. Edward M. Kriss 3333 W. Coast Highway, Suite 504 Newport Beach, California

Re: Case 4267 (Reopened) - Edward M. Kriss Little Chams Valley Company Well No. 1, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, NORM, Rio Arriba County, New Maxico - General Insurance Company of America \$5,000 One-Well Plugging Bond No. 621637

Door Mr. Kriss:

I am enclosing a copy of Order No. R-4004 extered by the Commission in the subject matter.

Very truly yours,

GEORGS M. HATCH Attorney

Gim/esr Enclosure

cc: General Insurance Company of America 13730 Roscoe Boulevard Panorama City, California 91409 Attention: Mr. R. W. Clayton

> Nr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Newport Beach, California

Mr. Richard S. Morris
Montgomery, Pederici, Andrews,
Hannahs and Morris
Attorneys at Law
P. O. Box 2307
Eanta Fe, New Mexico

General Insurance Company of America Surety Claim Department Clinton P. Anderson Agency P. O. Drawer A Albuquerque, New Mexico

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

August 12, 1970

General Insurance Company of America 13730 Roscoe Blvd. Panorama City, California 91409

Attention: Mr. R. W. Clayton, Divisions Claims

Re: Oil Well Plugging Bond 621637 Principal: Edward M. Kriss Subject: Docket No. 18-70 Hearing August 5, 1970 Case 4267

> Oil Well Plugging Bond 729561 Principal: Rio Trust Subject: Docket No. 18-70 Hearing August 5, 1970 Case 4397

Gentlemen:

In response to your letters of August 5, 1970, concerning the above-described cases, I wish to inform you that the subject cases were dismissed by Orders Nos. R-4004 and R-4006, dated August 12, 1970, upon the recommendation of the Supervisor of the Aztec District Office of the New Mexico Oil Conservation Commission. Copies of the orders are enclosed.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr Enclosures



LOS ANGELES DIVISION • 13730 ROSCOE BLVD., PANORAMA CITY, CALIFORNIA 91409 - TELEPHONE (213) 782-8200 / (213) 873-2250

August 5, 1970

70 Aug

Cil Conservation Commission Post Office Box 2088 Santa Fe, New Mexico 87501

Attention Mr. G. M. Hatch, Attorney

Oil Well Plugging Bond 621637
Prin: Edward N. Kriss
Subject: Docket No. 18-70Hearing August 5, 1970
Case 4267

Gentlemen:

We have received a copy of your notice of July 27, 1970 relative to the above case No. 4267 which it is indicated is to be heard relative to the question of plugging and abandonment. The notice is somewhat confusing to us as some time ago we were furnished with a copy of Commission form C 103, dated November 1969 and signed by a Mr. G. L. 0'Dell. The form reports what appears to be the plugging and abandonment of the wells which are the subject of case 4267.

It may be that the Commission records are still open and we would appreciate receiving confirmation that the records have now been cleared and that our bond is exonerated.

Yours very truly,

General Insurance Company of America

R. W. Clayton Division Claims

ь1

ROUTE TO Floo	-	Dept		
WINTED IN U.S.A. REMARKS:	Copy	for	Commy	
VL-7.85.2/68			-Dent	

	∼
	ж Э
	Tomoraci W
	Superseder 📆 🛌
NEW MEXICO OIL CONSERVATION COMMISSION	C-1Q and C-f0f →cg . Effective 1-1 cm
F 11 €	20
LAND OFFICE	State State State
OPERATOR .	S. State Oil & Gas Leave rio.
	The state of the s
SUNDRY NOTICES AND REPORTS ON WELLS	
USE "APPLICATION FOR PERMIT A" (FORM CHICAL PON SIGN PROPOSALE.)	7. Unit Agreement Name
WELL OTHER.	
Name of Operator	S. Farm or Lucie Rama
2. Antiress of Operativ	s. Well No. 4
W. West Hiway Yewport Brach, Calif.	
Tis, Exalism of Well	10. Field and Pool, or Wildows
ONIT CETTER	dinnamining.
THE THE SECTION 3 TOWNSHIP AND MAKER FOR NEPAR	
S. Line woon (Show whether DF, RT, GR, etc.)	12. County
	Ela der Hall
Check Appropriate Box To Indicate Nature of Notice, Report or Oc	her Data
NOTICE OF INTENTION TO: SUBSEQUEN	T REPORT OF:
STRESH REMEDIAL WORK PLUS AND ARABON IT BEMEDIAL WORK	ALTERING CARING
COMMERCE CRITERIA UPAS.	FLUG AND ABANDOHMENT ()
THE CHARGE PLANE CASING CHARGE PLANE CASING TEST AND CEMENT JOB	٠. ٠
OTHER	
.". Lessuite is a cost of Completed Cycontions (Clouds size all partment actuals, and give partment dates, including mark) the none 1103.	esticated dots of starting any fraposes.
The solution of an experience of anything pages	
at my max 1130 comes. Held pumped full of an	7
est than I with 10 moles contain a till than	12x 5
career for the concent of conatton and pins of	્રકામને પ્રદૃષ્
Million ma lot in hole.	

A Company of the state of the control of the contro and as on the part, in ray,

		d M. Kries	POSTMARK OF DELIVERING OFFICE
		oast Highway, Sui each, California	te 504
p, 1963	instructions on other	e Fill in items below and complete side, if applicable. Moisten gummed d firmly to back of acticle. Print on an Excess Ragonszais.	RETURN
11.6		OIL CONSERVATION	M COMMISSION
7	63.5826	P. O. BOX 2688	con
9	3400039 74O.	CITY, STATE, AND EFF CODE SARTA FE, MEN N	EVICO 97501

•

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 5, 1970

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

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

CASE 4385: (Continued from the July 15, 1970 Examiner Hearing)

Application of King Resources Company for a unit agreement, Otero County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Brokeoff Mountain Unit Area comprising 37,747 acres, more or less, of Federal, State and Fee lands in Townships 24, 25, and 26 South, Ranges 19 and 20 East, Otero County, New Mexico.

- CASE 4388: Application of Humble Cil & Refining Company 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 Roosevelt Counties, New Mexico. Said exception would be for applicant's Florence B. Lusk, DeSmet Federal, and Hesse Federal leases located in Sections 6 and 7 of Township 15 South, Range 30 East, Double L Queen Pool, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits located in the vicinity of said wells.
- CASE 4389: Application of Coastal States Gas Producing 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 Upper Pennsylvanian formation through the perforated interval from 9789 to 9924 feet in its State "27" Well No. 2 located in Unit P of Section 27, Township 14 South, Range 32 East, Tulk-Fennsylvanian Pool, Lea County, New Mexico.
- CASE 4390: Application of Murphy E. Baxter for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North E-K Queen Unit Area comprising 978 acres, more or less, of State lands in Township 17 South, Range 33 East, and Township 18 South, Ranges 33 and 34 East, E-K Yates-Seven Rivers-Queen Pool, Lea County, New Mexico.

Examiner Hearing - August 5, 1970 Docket No. 18-70

- CASE 4391: Application of Murphy H. Baxter for a waterflood project,
 Lea County, New Mexico. Applicant, in the above-styled
 cause, seeks authority to institute a waterflood project in
 its North E-K Queen Unit Area by the injection of water into
 the Queen formation through 4 wells located in Units A, D, F,
 and G of Section 7, Township 18 South, Range 34 East, E-K
 Yates-Seven Rivers-Queen Pool, Lea County, New Mexico. Applicant further seeks a procedure whereby said project may be
 expanded administratively without a showing of well response.
- CASE 4392: Application of Southwestern Natural Gas, Inc. for the assignment of back allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of back allowable to its Mershon Gas Comm Well No. 1 located in Unit A of Section 21, Township 22 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, for the period from the date of completion of said well on September 22, 1969, to the date of connection of said well on June 4, 1970.
- CASE 4393: Application of Mobil Oil Corporation 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 open-hole interval from 12,240 feet to 12,463 feet in its Santa Fe Pacific Well No. 3 located in Unit M of Section 26, Township 9 South, Range 36 East, Crossroads-Devonian Pool, Lea County, New Mexico.
- CASE 4394: Application of Fhillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Plata Deep Unit Area comprising 5,600 acres, more or less, of Federal and State lands in Sections 8, 9, 10, 11, 14, 15, 16, 22 and 23 of Township 20 South, Range 32 East, Lea County, New Mexico.
- CASE 4395: Application of Consolidated Gil & Gas, 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 Abo formation in the perforated interval from 8915 to 8926 feet in its Shipp Well No. 1-17 located in Unit H of Section 17, Township 17 South, Range 37 East, Midway Abo Pool, Lea County, New Mexico.

Examiner Hearing - August 5, 1970 Docket No. 18-70

CASE 4396: Application of Klabzuba, Munson and Seaman for a dual completion and salt water disposal, Chaves County, New Mexico.

Applicants, in the above-styled cause, seek authority to dually complete its (Varel) Avalanche Journal Well No. 1 located in Unit N of Section 18, Township 10 South, Range 28 East, Chaves County, New Mexico, in such a manner as to produce gas from the San Andres formation in the perforated interval from 2186 to 2204 feet of the Race Track (San Andres) Pool through the casing-tubing annulus and dispose of produced salt water through tubing into the San Andres formation of said pool in the perforated interval from 2262 to 2289 feet.

CASE 4397: In the matter of the hearing called by the Gil Conservation Commission on its own motion to permit Rio Trust and all other interested persons to appear and show cause why the following Rio Trust wildcat wells located in Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

Little Chama Valley Co. Well No. 1 located 660 feet from the North line and 1380 feet from the West line;

Sargent Well No. 1 located 925 feet from the West line and 1445 feet from the South line.

CASE 4267: (Reopened)

In the matter of Case No. 4267 being respende by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4398: Application of Michael F. Grace and dominne Grace for compulsory pooling and unorthodox gas well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2

Examiner Henring - August 5, 1930 Docket No. 18-70 -4-

(Case 4398 continued)

and the S/2 of Section 2, Township 23 South, Range 26 East, Eddy County, New Mexico, to form two 320-acre proration units for the production of gas from any or all zones of the Pennsylvanian formation. Said N/2 and S/2 to be dedicated to wells to be drilled respectively, at unorthodox locations 2500 feet from the North line and 330 feet from the East line of said Section 2 and 990 feet from the South line and 660 feet from the East line of said Section 2.

Also to be considered will be the dosts of drilling said wells, a charge for the risk involved, provisions for the allocation of actual operating dosts, and the establishment of charges for supervision of said wells.

CASE 4354: (Continued from the July 1, 1970, Examiner Hearing)

Application of Michael P. Grade and Corinne Grade for compulsory pooling, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2 of Section 11, Township 23 South, Range 26 East, South Carlsbad Field, Eddy County, New Mexico, said acreage to be dedicated to a well to be drilled in either the NE/4 NW/4 or the NW/4 NE/4 of said Section 11, 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.



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

July 27, 1970

CERTIFIED- RETURN RECEIPT REQUESTED

Mr. Edward M. Kriss 3333 W. Coast Highway, Suite 504 Newport Beach, California

> Case 4267 (Reopened) - Edward M. Kriss Little Chama Valley Well No. 1, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, NMPM, Rio Arriba County, New Mexico - General Insurance Company of America \$5,000 One-Well Plugging Bond No. 621637

Dear Mr. Kriss:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Wednesday, August 5, 1970, at 9 a.m., in the Oil Conservation Commission Conference Room, State Land Office Building, Santa Fe, New Mexico, concerning the subject matter.

Very truly yours,

GEORGE M. HATCH

Attorney

GMH/esr Enclosure

General Insurance Company of America General Insurance Company of 13730 Roscoe Boulevard Panorama City, California 91409 Attention: Mr. R. W. Clayton

Mr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Newport Beach, California

America Surety Claim Department P. O. Drawer A Albuquerque, New Mexico

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

Mr. Richard S. Morris Montgomery, Federici, Andrews, Hannahs and Morris Attorneys at Law P. O. Box 2307 Santa Fe, New Mexico

DOCKET: EXAMINER REARING - WEDNESDAY - AUGUST 5, 1970

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

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

CASE 4385: (Continued from the July 15, 1970 Examiner Hearing)

Application of King Resources Company for a unit agreement, Otero County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Brokeoff Mountain Unit Area comprising 37,747 acres, more or less, of Federal, State and Fee lands in Townships 24, 25, and 26 South, Ranges 19 and 20 East, Otero County, New Mexico.

- CASE 4388: Application of Humble Cil & Refining Company 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 Roosevelt Counties, New Mexico. Said exception would be for applicant's Florence B. Lusk, DeSmet Federal, and Hesse Federal leases located in Sections 6 and 7 of Township 15 South, Range 30 East, Double L Queen Pool, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits located in the vicinity of said wells.
- CASE 4389: Application of Coastal States Gas Producing 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 Upper Pennsylvanian formation through the perforated interval from 9789 to 9924 feet in its State "27" Well No. 2 located in Unit P of Section 27, Township 14 South, Range 32 East, Tulk-Pennsylvanian Pool, Lea County, New Mexico.
- CASE 4390: Application of Murphy E. Baxter for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North E-K Queen Unit Area comprising 978 acres, more or less, of State Lands in Township 17 South, Range 33 East, and Township 18 South, Ranges 33 and 34 East, E-K Yates-Seven Rivers-Queen Pool, Lea County, New Mexico.

- CASE 4391: Application of Murphy H. Baxter for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its North E-K Queen Unit Area by the injection of water into the Queen formation through 4 wells located in Units A, D, F, and G of Section 7, Township 18 South, Range 34 East, E-K Yates-Seven Rivers-Queen Pool, Lea County, New Mexico. Applicant further seeks a procedure whereby said project may be expanded administratively without a showing of well response.
- CASE 4392: Application of Southwestern Natural Gas, Inc. for the assignment of back allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of back allowable to its Mershon Gas Comm Well No. 1 located in Unit A of Section 21, Township 22 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, for the period from the date of completion of said well on September 22, 1969, to the date of connection of said well on June 4, 1970.
- CASE 4393: Application of Mobil Oil Corporation 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 open-hole interval from 12,240 feet to 12,463 feet in its Santa Fe Pacific Well No. 3 located in Unit M of Section 26, Township 9 South, Range 36 East, Crossroads-Devonian Pool, Lea County, New Mexico.
- CASE 4394: Application of Phillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Placa Deep Unit Area comprising 5,600 acres, more or less, of Federal and State lands in Sections 8, 9, 10, 11, 14, 15, 16, 22 and 23 of Township 20 South, Range 32 East, Lea County, New Mexico.
- CASE 4395: Application of Consolidated Oil & Gas, Tho. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Abo formation in the perforated interval from 8915 to 8926 feet in its Shipp Well No. 1-17 located in Unit H of Section 17, Township 17 South, Range 37 East, Midway Abo Pool, Lea County, New Mexico.

CASE 4396:

Application of Klabzuba, Munson and Seaman for a dual completion and salt water disposal, Chaves County, New Mexico. Applicants, in the above-styled cause, seek authority to dually complete its (Vare1) Avalanche Journal Well No. 1 located in Unit N of Section 18, Township 10 South, Range 28 East, Chaves County, New Mexico, in such a manner as to produce gas from the San Andres formation in the perforated interval from 2186 to 2204 feet of the Race Track (San Andres) Pool through the casing-tubing annulus and dispose of produced salt water through tubing into the San Andres formation of said pool in the perforated interval from 2262 to 2289 feet.

CASE 4397:

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Rio Trust and all other interested persons to appear and show cause why the following Rio Trust wildcat wells located in Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

> Little Chama Valley Co. Well No. 1 located 660 feet from the North line and 1380 feet from the West line;

Sargent Well No. 1 located 925 feet from the West line and 1445 feet from the South line.

CASE 4267: (Reopened)

In the matter of Case No. 4267 being reopened by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Yownship 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4398: Application of Michael F. Grade and Corinne Grade for compulsory pooling and unorthodox gas well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2

(Case 4398 continued)

and the S/2 of Section 2, Township 23 South, Range 26 East, Eddy County, New Mexico, to form two 320-acre proration units for the production of gas from any or all zones of the Pennsylvanian formation. Said N/2 and S/2 to be dedicated to wells to be drilled respectively, at unorthodox locations 2500 feet from the North line and 330 feet from the East line of said Section 2 and 990 feet from the South line and 660 feet from the East line of said Section 2.

Also to be considered will be the costs of drilling said wells, a charge for the risk involved, provisions for the allocation of actual operating costs, and the establishment of charges for supervision of said wells.

CASE 4354: (Continued from the July 1, 1970, Examiner Hearing)

Application of Michael P. Grade and Corinne Grade for compulsory pooling, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2 of Section 11, Township 23 South, Range 26 East, South Carlsbad Field, Eddy County. New Mexico, said acreage to be dedicated to a well to be drilled in either the NE/4 NW/4 or the NW/4 NE/4 of said Section 11, 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.

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

July 27, 1970

CERTIFIED - RETURN RECEIPT REQUESTED

Rio Trust 3333 W. Coast Highway, Suite 504 Newport Beach, California

Re: Case 4397 - Rio Trust Little Chama Valley Co. Well No. 1, located 660 feet from the North line and 1380 feet from the West line, and Rio Trust Sargent Well No. 1, located 1445 feet from the South line and 925 feet from the West line, both in Section 2, Township 1 North, Range 2 Bast, NMPH, Rio Arriba County, New Mexico — General Insurance Company of America \$10,000 Blanket Plugging Bond No. 729561

Gentlemen:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Wednesday, August 5, 1970, at 9 a.m., in the Oil Conservation Commission Conference Room, State Land Office Building, Santa Fe, New Mexico, concerning the subject matter.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr Enclosure

cc: General Insurance Company of America 13730 Roscoe Boulevard Panorama City, California 91409 Attention: Mr. R. W. Clayton

> General Insurance Company of America Surety Claim Department Clinton P. Anderson Agency P. O. Drawer A Albuquerque, New Mexico

Mr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Newport Beach, California

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

DOCKET: EXAMINER CEARING - WITHERDAY - AUGUST 5, 1970

9 A.M. - OID CONSERVATION TURMISSION 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 4385: (Continued from the July 15, 1970 Examiner Hearing)

Application of King Resources Company for a unit agreement, Otero County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Brokeoff Mountain Unit Area comprising 37,747 acres, more or less, of Federal, State and Fee lands in Townships 24, 25, and 26 South, Ranges 19 and 20 East, Otero County, New Mexico.

- CASE 4388: Application of Humble Cil & Refining Company 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 Roosevelt Counties, New Mexico. Said exception would be for applicant's Florence B. Lusk, DeSmet Federal, and Hesse Federal leases located in Sections 6 and 7 of Township 15 South, Range 30 East, Double L Queen Pool, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits located in the vicinity of said wells.
- CASE 4389: Application of Coastal States Gas Producing 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 Upper Pennsylvanian formation through the perforated interval from 9789 to 9924 feet in its State "27" Well No. 2 located in Unit P of Section 27, Township 14 South, Range 32 East, Tulk-rennsylvanian Pool, Lea County, New Mexico.
- CASE 4390: Application of Murphy II. Baxter for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North E-K Queen Unit Area comprising 978 acres, more or less, of State lands in Township 17 South, Range 33 East, and Township 18 South, Ranges 33 and 34 East, E-K Yates-Seven Rivers-Queen Pool, Lea County, New Mexico.

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 5, 1970

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

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

CASE 4385: (Continued from the July 15, 1970 Examiner Hearing)

Application of King Resources Company for a unit agreement, Otero County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Brokeoff Mountain Unit Area comprising 37,747 acres, more or less, of Federal, State and Fee lands in Townships 24, 25, and 26 South, Ranges 19 and 20 East, Otero County, New Mexico.

- CASE 4388: Application of Humble Oil & Refining Company 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 Roosevelt Counties, New Mexico. Said exception would be for applicant's Florence B. Lusk, DeSmet Federal, and Hesse Federal leases located in Sections 6 and 7 of Township 15 South, Range 30 East, Double L Queen Pool, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits located in the vicinity of said wells.
- CASE 4389: Application of Coastal States Gas Producing 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 Upper Pennsylvanian formation through the perforated interval from 9789 to 9924 feet in its State "27" Well No. 2 located in Unit P of Section 27, Township 14 South, Range 32 East, Tulk-Pennsylvanian Pool, Lea County, New Mexico.
- CASE 4390: Application of Murphy H. Baxter for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North E-K Queen Unit Area comprising 978 acres, more or less, of State lands in Township 17 South, Range 33 East, and Township 18 South, Ranges 33 and 34 East, E-K Yates-Seven Rivers-Queen Pool. Lea County, New Mexico.

- CASE 4391: Application of Murphy H. Baxter for a waterflood project,
 Lea County, New Mexico. Applicant, in the above-styled
 cause, seeks authority to institute a waterflood project in
 its North E-K Queen Unit Area by the injection of water into
 the Queen formation through 4 wells located in Units A, D, F,
 and G of Section 7, Township 18 South, Range 34 East, E-K
 Yates-Seven Rivers-Queen Pool, Lea County, New Mexico. Applicant further seeks a procedure whereby said project may be
 expanded administratively without a showing of well response.
- CASE 4392: Application of Southwestern Natural Gas, Inc. for the assignment of back allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of back allowable to its Mershon Gas Comm Well No. 1 located in Unit A of Section 21, Township 22 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, for the period from the date of completion of said well on September 22, 1969, to the date of connection of said well on June 4, 1970.
- CASE 4393: Application of Mobil Oil Corporation 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 open-hole interval from 12,240 feet to
 12,463 feet in its Santa Fe Pacific Well No. 3 located in Unit
 M of Section 26, Township 9 South, Range 36 East, CrossroadsDevonian Pool, Lea County, New Mexico.
- CASE 4394: Application of Phillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Plata Deep Unit Area comprising 5,600 acres, more or less, of Pederal and State lands in Sections 8, 9, 10, 11, 14, 15, 16, 22 and 23 of Township 20 South, Range 32 East, Lea County, New Mexico.
- CASE 4395: Application of Consolidated Oil & Gas, 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 Abe formation in the perforated interval from 8915 to 8926 feet in its Shipp Well No. 1-17 located in Unit H of Section 17, Township 17 South, Range 37 East, Midway Abe Pool, Lea County, New Mexico.

CASE 4396: Application of Klabzuba, Munson and Seaman for a dual completion and salt water disposal, Chaves County, New Mexico.

Applicants, in the above-styled cause, seek authority to dually complete its (Varel) Avalanche Journal Well No. 1 located in Unit N of Section 18, Township 10 South, Range 28 East, Chaves County, New Mexico, in such a manner as to produce gas from the San Andres formation in the perforated interval from 2186 to 2204 feet of the Race Track (San Andres) Pool through the casing-tubing annulus and dispose of produced salt water through tubing into the San Andres formation of said pool in the perforated interval from 2262 to 2289 feet.

CASE 4397: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Rio Trust and all other interested persons to appear and show cause why the following Rio Trust wildcat wells located in Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

Little Chama Valley Co. Well No. 1 located 660 feet from the North line and 1380 feet from the West line;

Sargent Well No. 1 located 925 feet from the West line and 1445 feet from the South line.

CASE 4267: (Reopened)

In the matter of Case No. 4267 being recpened by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show dause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildeat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4398: Application of Michael F. Grace and Cominne Grace for compulsory pooling and unorthodox gas well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2

(Case 4398 continued)

and the S/2 of Section 2, Township 23 South, Range 26 East, Eddy County, New Mexico, to form two 320-acre proration units for the production of gas from any or all zones of the Pennsylvanian formation. Said N/2 and S/2 to be dedicated to wells to be drilled respectively, at unorthodox locations 2500 feet from the North line and 330 feet from the East line of said Section 2 and 990 feet from the South line and 660 feet from the East line of said Section 2.

Also to be considered will be the costs of drilling said wells, a charge for the risk involved, provisions for the allocation of actual operating costs, and the establishment of charges for supervision of said wells.

CASE 4354: (Continued from the July 1, 1970, Examiner Hearing)

Application of Michael P. Grade and Corinne Grade for compulsory poeling, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2 of Section 11, Township 23 South, Range 26 East, South Carlsbad Field, Eddy County, New Mexico, said acreage to be dedicated to a well to be drilled in either the NE/4 NW/4 or the NW/4 NE/4 of said Section 11, 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.

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

July 27, 1970

CERTIFIED- RETURN RECEIPT REQUESTED

Mr. Edward M. Kriss 3333 W. Coast Highway, Suite 504 Newport Beach, California

Re: Case 4267 (Reopened) - Edward M. Kriss Little Chama Valley Well No. 1, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, NMPM, Rio Arriba County, New Mexico - General Insurance Company of America \$5,000 One-Well Plugging Bond No. 621637

Dear Mr. Kriss:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Wednesday, August 5, 1970, at 9 a.m., in the Dil Conservation Commission Conference Room, State Land Office Building, Santa Fe, New Mexico, concerning the subject matter.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr Enclosure

General Insurance Company of America General Insurance Company of 13730 Roscoe Boulevard

Panorama City, California 91409 Attention: Mr. R. W. Clayton

Mr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Newport Beach, California

America Surety Claim Department P. O. Drawer A

Albuquerque, New Mexico

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico

Mr. Richard S. Morris Montgomery, Federici, Andrews, Hannahs and Morris Attorneys at Law P. O. Box 2307 Santa Fe, New Mexico

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

July 27, 1970

CERTIFIED- RETURN RECEIPT REQUESTED

Mr. Boward M. Kriss 3333 W. Coast Highway, Swite 504 Mempert Beach, California

Re: Case 4267 (Reopened) - Edward M. Kriss Little Chama Valley Well Mo. 1, located 545 feet from the Morth line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, MNPM, Rio Arriba County, New Mexico - General Insurance Company of America \$5,000 One-Well Plugging Bond No. 621637

Door Mr. Kriss:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Wednesday, August 5, 1970, at 9 a.m., in the Dil Conservation Commission Conference Room, State Land Office Building, Santa Pe, New Mexico, concerning the subject matter.

Very truly yours,

GEORGE M. HATCH Attorney

CHE/est Enclosure

ec: General Insurance Company of America General Insurance Company of 13730 Roscoe Boulevard

Pancrama City, California 91409 Attention: Mr. R. W. Clayton

Mr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Hewport Beach, California

America Surety Claim Department

P. O. Drawer A Albuquerque, New Mexico

Oil Conservation Commission 1000 Rio Brasos Road Aztec, New Mexico

Mr. Richard S. Morris Montgomery, Federici, Andrews, Hannahs and Morris Attorneys at Law P. O. Box 2307 Santa Fe, New Mexico

No. 635820

RECEIPT FOR CERTIFIED MAIL-206	
SENT TO	
Mr. Edward M. Kriss	POSTMARK OR DATE
3333 W. Coast Highway, Suit	e 504
Newport Beach, California	7-27-70
lot shows to whom and address where delivered delivered steel whom when, and address to addressee, check here	
FEES ADDITIONAL TO 204 PPP	;
POD form 3800 NO INSURANCE COVERAGE PROVIDED— (S	See other side)
201 //4///U = Cara 400=	Reopened)

DOCKETS EXAMINER FEARING - WEDNESDAY - AUGUST 5, 1970

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

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

CASE 4385: (Continued from the July 15, 1970 Examiner Rearing)

Application of King Resources Company for a unit agreement, Otero County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Brokeoff Mountain Unit Area comprising 37,747 acres, more or less, of Federal, State and Fee lands in Townships 24, 25, and 26 South, Ranges 19 and 20 East, Otero County, New Mexico.

- CASE 4388: Application of Numble Cil & Refining Company 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 Roosevelt Counties, New Mexico. Said exception would be for applicant's Florence B. Lusk, DeSmat Federal, and Resse Federal leases located in Sections 6 and 7 of Township 15 South, Range 30 East, Double L Queen Fool, Chaves County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits located in the vicinity of said wells.
- CASE 4389: Application of Coastal States Gas Producing Company for salt water disposal, Tea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Opper Pennsylvanian formation through the perforated interval from 9189 to 9924 feet in its State "27" Will No. 2 Mostad in Wort Poof Sestion 27, Township 14 South, Range 32 East, Folkerenesylvarian F. 1, Fea County, New Mexico.
- CASE 4390: Application of Murphy E. Baxtes for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North E-K Queen Unit Area comprising 978 acres, more on less, of State Lands in Township 17 South, Range 33 East, and Township 18 South, Ranges 33 and 34 East, E-K Tates-Seven Rivers-Queen Foot, Sea County, New Mexico.

- CASE 4391: Application of Murphy H. Baxter for a waterflood project,
 Lea County, New Mexico. Applicant, in the above-styled
 cause, seeks authority to institute a waterflood project in
 its North E-K Queen Unit Area by the injection of water into
 the Queen formation through 4 wells located in Units A, D, F,
 and G of Section 7, Township 18 South, Range 34 East, E-K
 Yates-Seven Rivers-Queen Pool, Lea County, New Mexico. Applicant further seeks a procedure whereby said project may be
 expanded administratively without a showing of well response.
- CASE 4392: Application of Southwestern Natural Gas, Inc. for the assignment of back allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of back allowable to its Mershon Gas Comm Well No. 1 located in Unit A of Section 21, Township 22 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, for the period from the date of completion of said well on September 22, 1969, to the date of connection of said well on June 4, 1970.
- CASE 4393: Application of Mobil Oil Corporation 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 open-hôle interval from 12,240 feet to 12,463 feet in its Santa Fe Pacific Well No. 3 located in Unit M of Section 26, Township 9 South, Range 36 East, Crossroads-Devonian Pool, Lea County, New Mexico.
- CASE 4394: Application of Phillips Petroleum Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Plata Deep Unit Area comprising 5,600 acres, more or less, of Federal and State lands in Sections 8, 9, 10, 11, 14, 15, 16, 22 and 23 of Township 20 South, Range 32 East, Lea County, New Mexico.
- CASE 4395: Application of Consolidated oil & Gas, The. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Abo formation in the perforated interval from 8915 to 8926 feet in its Shipp Well No. 1-17 located in Whit H of Section 17, Township 17 South, Range 37 East, Midway Abo Pool, Lea County, New Mexico.

CASE 4396: Application of Klabzuba, Munson and Seaman for a dual completion and salt water disposal, Chaves County, New Mexico.

Applicants, in the above-styled cause, seek authority to dually complete its (Varel) Avalanche Journal Well No. 1 located in Unit N of Section 18, Township 10 South, Range 28 East, Chaves County, New Mexico, in such a manner as to produce gas from the San Andres formation in the perforated interval from 2186 to 2204 feet of the Race Track (San Andres) Pool through the casing-tubing annulus and dispose of produced salt water through tubing into the San Andres formation of said pool in the perforated interval from 2262 to 2289 feet.

CASE 4397: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Rio Trust and all other interested persons to appear and show cause why the following Rio Trust wildcat wells located in Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

Little Chama Valley Co. Well No. 1 located 660 feet from the North line and 1380 feet from the West line;

Sargent Well No. 1 located 925 feet from the West line and 1445 feet from the South line.

CASE 4267: (Reopened)

In the matter of Case No. 4267 being reopened by the Cil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West Line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4398: Application of Michael F. Grade and Cominne Grade for compulsory pooling and unorthodox gas well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interats from the surface of the ground down to and including the Morrow formation underlying the N/2

(Case 4398 continued)

and the S/2 of Section 2, Township 23 South, Range 26 East, Eddy County, New Mexico, to form two 320-acre proration units for the production of gas from any or all zones of the Pennsylvanian formation. Said N/2 and S/2 to be dedicated to wells to be drilled respectively, at unorthodox locations 2500 feet from the North line and 330 feet from the East line of said Section 2 and 990 feet from the South line and 660 feet from the East line of said Section 2.

Also to be considered will be the costs of drilling said wells, a charge for the risk involved, provisions for the allocation of actual operating costs, and the establishment of charges for supervision of said wells.

CASE 4354: (Continued from the July 1, 1970, Examiner Hearing)

Application of Michael P. Grace and Corinne Grace for compulsory pooling, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an order pooling all mineral interests from the surface of the ground down to and including the Morrow formation underlying the N/2 of Section 11, Township 23 South, Range 26 East, South Carlsbad Field, Eddy County, New Mexico, said acreage to be dedicated to a well to be drilled in either the NE/4 NW/4 or the NW/4 NE/4 of said Section 11, 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.

OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 16, 1970

General Insurance Company of America 13730 Roscoe Boulevard Panorama City, California 91409

Can 4267

Attention: Mr. R. W. Clayton

Re: General Insurance Company of America \$5,000 One-Well Plugging Bond No. 621637 (Edward M. Kriss, Principal) and \$10,000 Blanket Plugging Bond No. 729561 (Rio Trust, Principal)

Gentlemen:

In response to your letter of March 17, 1970, I am enclosing a copy of a letter written to Mr. Gerald L. O'Dell requesting certain information.

I pointed out in the letter of February 6, 1970, that upon receipt of the requested information the Commission could dismiss Case 4267 and it would be unnecessary to set cases for the plugging of the kio Trust Sargent Well No. 1 and Rio Trust Little Chama Valley Company Well No. 1. As the requested information has not → been received, it appears that the Commission will have to reopen Case 4267 and set cases for the plugging of the Rio Trust wells.

You will be notified of any further action the Commission takes.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr Enclosure

cc: Mr. Richard S. Morris Montgomery, Federici, Andrews, Hannahs and Morris P. O. Box 2307 Santa Fe, New Mexico

General Insurance Co. of America Surety Claim Department Clinton P. Anderson Agency P. O. Drawer A Albuquerque, New Mexico

Address for Sand Newport Beach, California Oil Conservation Communication Sand Aztec, New Mexico

Oil Conservation Commission

Cari 4267

-# 1

1-2-1990.

Im. Armolel: Here is the rafor from Hallibuton Whell told the writer when they discontinued working on this well that he (O'Asa) put n. plug sight 600', PERT. 1650. 1651. Itallibustong records show 15Rf. 1600-1601. 4/2 9,5 # esq at 2580. Halliburton pumped 35 Do coment through PERT. 1610-1657' + left plug 1650-1400 Top of every -10 1x. coment. Thin left the Todilto-Entrada 2000 wide open to the water and probably the Sull WASh " fabour the Todito-Entrada, Entrada oil + gas somes as Dell did not do any good with the ogueseze Jobs in attempting to squeeze off this water. The "TEACER" showed the water coming from above the pay" and not from the Todilto-Entenda. A Rig should be moved in on this well the play drilled and and the job done right at the oil you or immedially above to protect this oil & gads gone.

Thow on Rio Trust - hittle Chance Valley Co. # 1- 0'De // left this well when they great it with perforations 1353-1364; Top perfor but with perfor to player on down the hole - 4/2" esq. at 2139! Hallibarton pumped 38 per, comment through perfor 1353-1364 + top of play then at 1380!

Mr. Arnold #2-Halliturton did mothing on Edw. M. Hries #1 so have no revouls you stated to me that I sell testified under outh that he had placed a play" on top of the Fiel" ax 1170. Then, Urnold, this is not the truth. I sig was never over this hole after I filed the report in late 1968. There is no play on this fish, although O'Sell usked me to mix 5 fx of commit and during it in the hole. This, I would not do

to my knowledge mobody else
has done it unless O'Hell did it himself after the meeting at Starte De, which I don't hoppened. anykow a rig should be placed over this hole and the hole condition to set a "reterner" on of fish & well properly abandoned. ODell simply Pil rebout this well, In once you want to talk to me or appear at anytime I will be at the Dan Juan Motel on East muin At. Farmington until forther yourse. of an writing this on my kneeds Cordial (4 Welex did not Saul Marr go over when Halliberton purpod

Rou	FloorDept
; REA	MARKS: Some will bush as reply?
FED IN U.S. A.	MARKS: May we have a reply? We understand well has been plugged.
5 2/68 PRINT	been plugged
VL-7 R	ByDept

•



Case 4267

L. MATTER D. president Home office Seattle, Washington

s. California division 13730 Roscoe Bled. Enforama City, California-Tel. ST 2-8200/TR 3-2250

March 17, 1970

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

Attention Legal Division

Gentlemen:

Oil Well Plugging Bond 621637 PrindEdward M. Kriss Subject: Edward M. Kriss Little Chama Valley Co. Well No 1 Rio Arriba County, New Mexico Case #4267

Late in 1969 your office sent correspondence and notification of hearing relative to the question of plugging the above well.

There has been some regrettable delay in having your correspondence called to the attention of the claim office which would handle the problem and this letter is written to inform you that if further notification or claim is to be made by your department that it be directed to this office and to the attention of the writer as such direct communication will greatly expedite the handling of the problem.

At this time we would like to know the present status of the question and possibly the result of the hearing which was scheduled for November 25, 1959 and identified as case No. 4267.

Yours very truly,

General Insurance Company of America

R. W. CLayton Division Claims



March 17, 1970

Care 4267

270

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

Attention Legal Division

Gentlemen:

Oil Well Plugging Bond 621637 Prin:Edward M. Kriss Subject: Edward M. Kriss Little Chama Valley Co. Well No 1 Rio Arriba County, New Mexico

Late in 1969 your office sent correspondence and notification of hearing relative to the question of plugging the above well.

There has been some regrettable delay in having your correspondence called to the attention of the claim office which would handle the problem and this letter is written to inform you that if further notification or claim is to be made by your department that it be directed to this office and to the attention of the writer as such direct communication will greatly expedite the handling of the problem.

At this time we would like to know the present status of the question and possibly the result of the hearing which was scheduled for November 25, 1969 and identified as case No. 4267.

Yours very truly,

General Insurance Company of America

R. W. Clayton Division Claims

VW

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

February 6, 1970

Mr. Gerald L. O'Dell 3333 W. Coast Highway, Suite 504 Newport Beach, California

Re: Case 4267

Dear Mr. O'Dell:

At the hearing, November 25, 1969, you introduced as an exhibit a Form C-103 as a subsequent report of plugging and abandoning the Edward M. Kriss Little Chama Valley Company Well No. 1. Unfortunately, I am unable to locate that form now. If you will complete and return to this office the enclosed Forms C-103 and C-105 for said well, Case 4267 can then be dismissed.

It also appears that Forms C-103, as subsequent reports of plugging and abandoning have not been filed for the Rio Trust Sargent Well No. 1 and Rio Trust Little Chama Valley Company Well No. 1. If you will complete and return to this office the enclosed Forms C-103 for said wells, it will make it unnecessary to set cases for the plugging of these wells.

Very truly yours,

GEORGE M. HATCH Attorney

GMH/esr Enclosures

Mr. Richard S. Morris
Montgomery, Federici, Andrews, Hannahs and Morris
Attorneys at Law
P. O. Box 2307
Santa Fe, New Mexico

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO 1000 RIO BRAZOS ROAD AZTEC

January 26, 1970

GOVERNOR
DAVID F. CARGO CHAIRMAN

LAND COMMISSIONER ALEX ARMIJO MEMBER

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

Mr. George Hatch Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Cac 4267

Dear George:

I have been unable to locate any C-103 reporting plugging on any of the Rio Trust or Kriss wells. Below is a summary of what we need:

Edward M. Kriss, Little Chama Valley #1, 545/N; 1530/W, Sec. 2-1N-2E

1. Form C-105, Well Record Form

2. Form C-103, Sundry Notice and Report on Wells for subsequent report of plugging and abandonment

Rio Trust, Sargent #1, 1445/S; 925/W, L-2-1N-2E

1. Form C-103, Sundry Notice and Report on Wells for subsequent report of plugging and abandonment

Rio Trust, Little Chama Valley Co. #1, 660/N; 1380/W, Sec. 2-1N-2E 1. Form C-103, Sundry Notice and Report on Wells for subsequent report of plugging and abandonment

Yours very truly,

Emery/C. Arnold

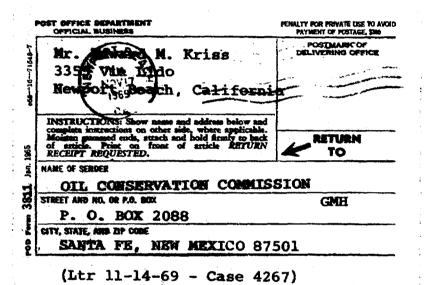
Sugervisor, District #3

(pielly)

	rional charges required for these services) RECEIPT
Received	i the numbered article described below.
CERTIFIED NO. 635807 INSURED NO.	SIGNATURE OR NAME OF ADDRESSEE (Must always be filled in) SIGNATURE OF ADDRESSEE'S AGENT, IF ANY May Barlholomes
11-17-69	SHOW WHERE DELIVERED (only if requested)

· ·

•



OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Care 4267

November 14, 1969

CERTIFIED - RETURN RECKIPT REQUESTED

Mr. Edward M. Kriss 3355 Via Lido Newport Beach, California

Dear Mr. Kriss:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Tuesday, Movember 25, 1969, at 9 a.m., in the Oil Conservation Commission Conference Room, State Land Office Building, Santa Fe, New Mexico.

Case 4267 concerns the Edward M. Kriss Little Chama Valley Company Well No. 1, located 545 feet from the North line and 1530 feet from the West line of Section 2, Younship 1 North, Range 2 East, HMPM, Rio Arriba County, New Mexico.

Very truly yours,

GEORGE M. HATCH Special Assistant Attorney General

GMH/esr Enclosure

co: General Insurance Company of America Surety Claim Department Clinton P. Anderson Agency, Inc. P. O. Drawer A Albuquerque, New Mexico

> General Insurance Company of America Surety Claim Department 5455 Wilshire Blvd., Suite 1806 Los Angeles, California

Oil Conservation Commission 1000 Rio Brazos Road Agtec, New Mexico

Mr. Edward M. Kriss	POSYMARK OR DATE
street and no. 3355 Via Lido	
Newport Beach, California	11-14-69
If you want a return receipt, check which le li you want to whom when, and address and when delivered FEES ADDITIONAL TO 20¢ FEE If you want delivery only to addresse check here	• [

When deliver	CTIONS TO DELIVERING EMPLOYEE on and Show to whom, when, and address where delivered to addressee distional charges required for these services)
	RECEIPT
Receiv	ed the numbered article described below.
REGISTERED NO.	SIGNATURE OR NAME OF ADDRESSEE (Mass always be filled in)
CERTIFIED NO.	
635808	SIGNATURE OF ADDRESSEE'S AGENT, IF ANY
insured no.	IN ANY
DATE DELIVERED	SHOW THERE DELIVERED (only if requested)
1/-1765	(requestes)

	RECEIPT FOR CERTIFIED MAIL-20¢
35808	SENT TO General Insurance Co of America Surety Claim Department STREET AND CRITICAL PROPERTY OF THE PROPERTY
N .	If you want a return receipt, check which If you want of the whom and when, and address the livered where delivered where delivered fees ADDITIONAL TO 20% FEE SOLED POD form 3300 NO INSURANCE COVERAGE PROVIDED— (See other side) 11 1 - 14 - 49 - Case 4267)

3	General	Insurance Claim Dens	0=	PENALTY FOR PREMITE CHE TO AM PRYMENT OF POSTINGE, \$100
12	Clinton	Claim Depa	rtment	THE THING OFFICE
8			on Agenc	V. Ind
- 1				
	Management of the last of the	Ones on other mide, wh	cess below and	
8	RECEST REOU	ords, attach and hold of front of artis	army to back the RETURN	RETURN
	CAN BEAUTY		/-	70
3811	LINEEL VIEW INC ON	EERVATION	COMMISS	ION
a	TY, STATE, AND ZH			GHE
2	SANTA P	L. NEW MEX		

OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA FE. NEW MEXICO 87501

November 14, 1969

LEGAL DIVISION PHONE 827-2741

CERTIFIED - RETURN RECEIPT REQUESTED

General Insurance Company of America Surety Claim Department Clinten P. Anderson Agency, Inc. P. O. Drawer A Albuquerque, New Mexico

Car 4267

Re: General Insurance Company of America \$5,000 Blanket Plugging Bond No. 621637 — Edward M. Kriss Little Chama Valley Company Well No. 1, located 545 feet from the Morth line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, HMPM, Rio Arriba County, New Mexico

Gentlemen:

I am enclosing a copy of the docket of the Examiner Hearing that will be held on Tuesday, Movember 25, 1969, at 9 a.m., in the Oil Conservation Commission Conference Room, State Land Office Building, Santa Pe, New Mexico. Case 4267 concerns the General Insurance Company of America \$5,000 Blanket Plugging Bond No. 621637.

Very truly yours,

GEORGE M. HATCH Special Assistant Attorney General

GMM/ear Enclosure

cc: Mr. Edward M. Kriss 3355 Via Lido Newport Beach, California

> General Insurance Company of America Surety Claim Department 5455 Wilshire Blvd., Suite 1806 Los Angeles, California

Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico



OIL CONSERVATION COMMISSION

GOVERNOR DAVID F. CARGO CHAIRMAN

AND COMMISSIONER ALEX ARMIJO MEMBER

A. L. PORTER, JR.

STATE OF NEW MEXICO 1000 RIO BRAZOS ROAD - AZTEC

87410

October 15, 1969

Mr. George Hatch, Assistant Attorney General Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico

Set this for the in Re: Edward M. Kriss Little Chama Valley Co. #1 545 feet from the North line and 1530 feet from the West line

Section 2, Township | North, Range 2 East

Rio Arriba County, New Mexico

Dear Mr. Hatch:

Please refer to my letter of September 11, 1969, addressed to Mr. Edward M. Kriss concerning the above well. My letter to Mr. Kriss was sent by registered mail with a return receipt requested and was received by Mr. Kriss on September 13, 1969. I have had no response from the letter.

I am therefore requesting that you set a case for hearing on the earliest docket possible to have Mr. Kriss and his bonding company show cause why the above well should not be plugged and abandoned in accordance with a Commission approved plugging program.

Thank you.

Yours very truly.

ELLLY C Clear &

Supervisor, District #3

ECA:mc

DOCKET MAKE

cc: Mr. Edward M. Kriss

3355 Via Lido

Newport Beach, California

General Insurance Company of America 5455 Wilshire Blvd.

Suite 1806

Los Angeles, California

DOCKET MAILED



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO 1000 RIO BRAZOS ROAD - AZTEC 7 7 7 1

33

5

GOVERNOR DAVID F. CARGO CHAIRMAN

LAND COMMISSIONER ALEX ARMIJO MEMBER

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

September 11, 1969

Eng (267

Edward M. Kriss 3355 Via Lido Newport Beach, California

Re: Edward M. Kriss, Little Chama Valley Co. #1
545 feet from the North line and 1530 feet from the West line
Section 2, Township 1 North, Range 2 East, Rio Arriba County

Dear Sir:

Our records indicate that the above well was drilled by your company in the fall of 1968 to a total depth of 2512 feet and was temporarily abandoned with a fish in the hole at a depth of 1170 feet.

In March, 1969, a Sundry Notice was filed indicating your intention to conduct further operations at this well. We have received no further report of operations on the well. Commission form C-105, Well Record Form, has not been filed showing a record of formations penetrated and casing installed as required by Commission rules.

I am advising our attorney to set a case before the New Mexico Oil Conservation Commission within the next thirty days to have your company and the bonding company show cause why this well should not be plugged and abandoned in accordance with a Commission approved plugging program.

Yours very truly,

Emery C. Arnold
Supervisor, District #3

ECA:mc

cc: Mr. George Hatch, Assistant Attorney General Oil Conservation Commission Box 2088 Santa Fe, New Mexico

General Insurance Company of America Denver, Colorado Attn: Mr. William A. Mooring NOTE: DUE TO THE THANKSGIVING ROGIDAY, THIS HEARING IS SCHEDULED FOR TUESDAY RATHER THAN WEDNESDAY AS CUSTOMARY.

Docket No. 32-69

DOCKET: EXAMINER HEARING - TUESDAY - NOVEMBER 25, 1969

9 A.M. - CIL 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 4259: 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 San
 Andres formation in the perforated interval from 5112 feet to
 5138 feet in its State "SS" Well No. 1 located in Unit F of
 Section 24, Township 17 South, Range 36 East, Spencer-San Andres Pool, Lea County, New Mexico.
- CASE 4260: Application of Tamarack Petroleum Company, Inc. for a water-flood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Northeast Pearl Queen Unit Waterflood Project, Pearl-Queen Pool, by the conversion to water injection one additional injection well, its Unit Well No. 18, located in Unit L of Section 23, Township 19 South, Range 35 East, Lea County, New Mexico.
- CASE 4261: Application of Pennzoil United, Inc., for special pool rules and unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Quail Ridge-Morrow Gas Pool, Lea County, New Mexico, including a provision for 320-acre spacing units. Applicant further seeks approval of the unorthodox location in said pool for its Mescalero Ridge Well No. 1 at a location 660 feet from the South line and 660 feet from the West line of Section 20. Township 19 South, Range 34 East,
- CASE 4262: Application of Plains Radic Broadcasting Company 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 Roosevelt Counties, New Mexico. Said exception would be for the applicant's White Ranch Well No. 1 located in Unit E of Section 34, Township 11 South, Range 29 East, White Ranch Siluro-Devonian Pool, 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. In the alternative, applicant seeks authority to dispose of said produced water into the Siluro-Devonian formation in the perforated interval from 8743 feet to 8750 feet in its White Ranch Well No. 3 located in Unit M of said Section 34.

- CASE 4263: Application of Wynn & Brooks for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal "E" Well No. 3, to be located 590 feet from the South line and 1590 feet from the West line of Section 13, Township 27 North, Range 8 West, Blanco-Mesaverde and Basin-Dakota Pools, San Juan County, New Mexico.
- CASE 4264: Application of Wynn & Brooks for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal "J" Well No. 1, to be located 2390 feet from the South line and 2410 feet from the East line of Section 11, Township 27 North, Range 8 West, Blanco-Mesaverde and Basin-Dakota Pools, San Juan County, New Mexico.
- CASE 4265: Application of Union Oil Company of California 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, San Andres and other formations in the open-hole interval from approximately 4450 feet to 5890 feet in its Midway State Well No. 3 located in Unit J, Section 12, Township 17 South, Range 36 East, Lovington Field, Lea County, New Mexico.
- CASE 4245: (Continued from the November 5, 1969, Examiner Hearing)
 Application of Texas Pacific Oil Company, Inc., for several non-standard gas proration units, Lea County, New Mexico.
 Applicant, in the above-styled cause, seeks the dedication and rededication of certain acreage and the establishment of the following non-standard gas proration units in Townships 22 and 23 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico:

(Case 4245 continued)

A 160-acre unit comprising the W/2 SE/4 and the E/2 SW/4 of Section 8, Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;

A 200-acre unit comprising the NW/4 and the NW/4 SW/4 of Section 11, Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 42 located in Unit E of said Section 11;

A 280-acre unit comprising the SE/4, S/2 SW/4, and the NE/4 SW/4 of Section 11, Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 36 located in Unit M of said Section 11;

A 200-acre unit comprising the N/2 NE/4, the SE/4 NE/4, and the NE/4 NW/4 of Section 15 and the SE/4 SW/4 of Section 10, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 31 located in Unit H of said Section 15;

A 160-acre unit comprising the S/2 NW/4, SW/4 NE/4 and the NW/4 NW/4 of Section 15, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 33 located in Unit F of said Section 15;

A 240-acre unit comprising the SW/4 of Section 3, and the N/2 NW/4 of Section 10, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 35 located in Unit L of said Section 3;

A 160-acre unit comprising the S/2 NW/4 and N/2 SW/4 of Section 10, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 37 located in Unit F of said Section 10.

CASE 4266: Application of Texas Pacific Oil Company, Inc., for several non-standard gas proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the dedication and rededication of certain acreage and the establishment of the following non-standard gas proration units in Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico:

(Case 4266 continued)

A 280-acre unit comprising the SW/4 of Section 9 and the E/2 SE/4 and SW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 38 located in Unit K of said Section 9;

A 160-acre unit comprising the E/2 SW/4, SW/4 SW/4 and NW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;

A 120-acre unit comprising the S/2 NW/4 and NW/4 SW/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 51 located in Unit F of said Section 8;

A 160-acre unit comprising the SW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 41 located in Unit M of said Section 5;

A 160-acre unit comprising the NW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 44 located in Unit F of said Section 5;

A 160-acre unit comprising the SE/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 27 located in Unit P of said Section 5.

CASE 4267:

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 4268: Application of Texaco Inc., for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the State "JD" Unit Area comprising 160 acres, more or less, of State lands in the NW/4 of Section 27, Township 26 South, Range 37 East, Rhodes (Yates-Seven Rivers) Pool, Lea County, New Mexico.

- CASE 4269: Application of Texaco Inc. for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its State "JD" Unit Area by the injection of water into the Yates-Seven Rivers formations through two wells located in Unit D and Unit F of Section 27, Township 26 South, Range 37 East, Rhodes (Yates-Seven Rivers) Pool, Lea County, New Mexico.
- CASE 4270: Application of Byron McKnight for an exception to Order No.

 R-111-A, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks an exception to the potash-oil area casing
 and cementing rules as set forth in Commission Order No.

 R-111-A. Applicant proposes to drill to a depth of approximately
 3800 feet in the Yates formation two exploratory wells located
 in the SW/4 NE/4 and SE/4 NE/4 of Section 26, Township 19 South,
 Range 33 East, Lea County, New Mexico, in such a manner as to
 eliminate the necessity of running the salt protection string
 required by said Order No. R-111-A provided the production
 string would be cemented to the surface.
- CASE 4271: Application of Texaco Inc. for a waterflood expansion and amendment of Order No. R-2748, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its waterflood project in the Rhodes (Yates-Seven Rivers) Pool, authorized by Order No. R-2748, by the injection of water through four additional wells in Sections 22 and 27 of Township 26 South, Range 37 East, Lea County, New Mexico. Applicant further seeks amendment of said order to establish a procedure whereby additional injection wells as may be necessary to complete an efficient injection pattern may be approved administratively.
- CASE 4272: Application of Shell Oil Company for an unorthodox oil well location and to directionally drill, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Sanger Well No. 6 at an unorthodox surface location in Unit E 1490 feet from the North line and 330 feet from the West line of Section 27, Township 18 South, Range 38 East, Hobbs (Grayburg-San Andres) Pool, Lea County, New Mexico. Applicant further seeks authority to directionally drill said well in such a manner as to bottom the well in the subject pool at a point in Unit D of said Section 27 approximately 200 feet north of said surface location. Applicant proposes to dedicate said Unit D to the well.

- CASE 4273: Application of Tesoro Petroleum Corporation for an unorthodox oil well location and amendment of Order No. R-2807-A, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox oil well location of its Well No. 59, formerly classified as a water injection well, located 1430 feet from the South line and 2625 feet from the East line of Section 36, Township 18 North, Range 9 West, Hospah Upper Sand Oil Pool, McKinley County, New Mexico. Applicant further seeks the amendment of Order No. R-2807-A to permit a procedure whereby additional producing and injection wells in its Hospah Unit Area may be approved administratively.
- CASE 4274: Application of Pan American Petroleum Corporation for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Navajo Tribal "N" Well No. 11 at an unorthodox location 1150 feet from the West line and 560 feet from the North line of Section 17, Township 26 North, Range 18 West, Tocito Dome-Pennsylvanian "D" Oil Pool, San Juan County, New Mexico.

NOTE: DUE TO THE THANKSGIVENG HOLIDAY, THIS HEARING IS SCHEDULED FOR TUESDAY RATHER THAN WEDNESDAY AS CUSTOMARY.

Docket No. 32-69

DOCKET: EXAMINER HEARING - TUESDAY - NOVEMBER 25, 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 4259: 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 San Andres formation in the perforated interval from 5112 feet to 5138 feet in its State "SS" Well No. 1 located in Unit F of Section 24, Township 17 South, Range 36 East, Spencer-San Andres Pool, Lea County, New Mexico.
- CASE 4260: Application of Tamarack Petroleum Company, Inc. for a water-flood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Northeast Pearl Queen Unit Waterflood Project, Pearl-Queen Pool, by the conversion to water injection one additional injection well, its Unit Well No. 18, located in Unit L of Section 23, Township 19 South, Range 35 East, Lea County, New Mexico.
- CASE 4261: Application of Pennzoil United, Inc., for special pool rules and unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Quail Ridge-Morrow Gas Pool, Lea County, New Mexico, including a provision for 320-acre spacing units. Applicant further seeks approval of the unorthodox location in said pool for its Mescalero Ridge Well No. 1 at a location 660 feet from the South line and 660 feet from the West line of Section 20. Township 19 South, Range 34 East.
- CASE 4262: Application of Plains Radio Broadcasting Company 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 Roosevelt Counties, New Mexico. Said exception would be for the applicant's White Ranch Well No. 1 located in Unit E of Section 34, Township 11 South, Range 29 East, White Ranch Siluro-Devonian Pool, 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. In the alternative, applicant seeks authority to dispose of said produced water into the Siluro-Devonian formation in the perforated interval from 8743 feet to 8750 feet in its White Ranch Well No. 3 located in Unit M of said Section 34.

- CASE 4263: Application of Wynn & Brooks for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal "E" Well No. 3, to be located 590 feet from the South line and 1590 feet from the West line of Section 13, Township 27 North, Range 8 West, Blanco-Mesaverde and Basin-Dakota Pools, San Juan County, New Mexico.
- CASE 4264: Application of Wynn & Brooks for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal "J" Well No. 1, to be located 2390 feet from the South line and 2410 feet from the East line of Section 11, Township 27 North, Range 8 West, Blanco-Mesaverde and Basin-Dakota Pools, San Juan County, New Mexico.
- CASE 4265: Application of Union Oil Company of California for salt water disposal, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks authority to dispose of produced salt water into the Yates, San Andres and other formations in the openhole interval from approximately 4450 feet to 5890 feet in its Midway State Well No. 3 located in Unit J, Section 12, Township 17 South, Range 36 East, Lovington Field, Lea County, New Mexico.
- CASE 4245: (Continued from the November 5, 1969, Examiner Hearing)

 Application of Texas Pacific Oil Company, Inc., for several non-standard gas proration units, Lea County, New Mexico.

 Applicant, in the above-styled cause, seeks the dedication and rededication of certain acreage and the establishment of the following non-standard gas proration units in Townships 22 and 23 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico:

November 25, 1969 - Examiner Hearing -3-

(Case 4245 continued)

A 160-acre unit comprising the W/2 SE/4 and the E/2 SW/4 of Section 8. Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;

A 200-acre unit comprising the NW/4 and the NW/4 SW/4 of Section 11, Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 42 located in Unit E of said Section 11;

A 280-acre unit comprising the SE/4, S/2 SW/4, and the NE/4 SW/4 of Section 11, Township 22 South, Range 36 East, to be dedicated to the State "A" a/c-2 Well No. 36 located in Unit M of said Section 11;

A 200-acre unit comprising the N/2 NE/4, the SE/4 NE/4, and the NE/4 NW/4 of Section 15 and the SE/4 SW/4 of Section 10, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 31 located in Unit H of said Section 15;

A 160-acre unit comprising the S/2 NW/4, SW/4 NE/4 and the NW/4 NW/4 of Section 15, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 33 located in Unit F of said Section 15;

A 240-acre unit comprising the SW/4 of Section 3, and the N/2 NW/4 of Section 10, Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 35 located in Unit L of said Section 3;

A 160-acle init comprising the S/2 NW/4 and N/2 SW/4 of Section 10. Township 23 South, Range 36 East, to be dedicated to the State "A" a/c-1 Well No. 37 located in Unit F of said Section 10.

CASE 4266: Application of Texas Pacific Oil Company, Inc., for several non-standard gas proration units, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the dedication and rededication of certain acreage and the establishment of the following non-standard gas proration units in Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico:

(Case 4266 continued)

A 280-acre unit comprising the SW/4 of Section 9 and the E/2 SE/4 and SW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 38 located in Unit K of said Section 9;

A 160-acre unit comprising the E/2 SW/4, SW/4 SW/4 and NW/4 SE/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 56 located in Unit J of said Section 8;

A 120-acre unit comprising the S/2 NW/4 and NW/4 SW/4 of Section 8 to be dedicated to the State "A" a/c-2 Well No. 51 located in Unit F of said Section 8;

A 160-acre unit comprising the SW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 41 located in Unit M of said Section 5;

A 160-acre unit comprising the NW/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 44 located in Unit F of said Section 5;

A 160-acre unit comprising the SE/4 of Section 5 to be dedicated to the State "A" a/c-2 Well No. 27 located in Unit P of said Section 5.

- CASE 4267: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 4268: Application of Texaco Inc., for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the State "JD" Unit Area comprising 160 acres, more or less, of State lands in the NW/4 of Section 27, Township 26 South, Range 37 East, Rhodes (Yates-Seven Rivers) Pool, Lea County, New Mexico.

- CASE 4269: Application of Texaco Inc. for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its State "JD" Unit Area by the injection of water into the Yates-Seven Rivers formations through two wells located in Unit D and Unit F of Section 27, Township 26 South, Range 37 East, Rhodes (Yates-Seven Rivers) Pool, Lea County, New Mexico.
- CASE 4270: Application of Byron McKnight for an exception to Order No. R-111-A, Lea County, New Mexico. Applicant, in the abovestyled cause, seeks an exception to the potash-oil area casing and cementing rules as set forth in Commission Order No. R-111-A. Applicant proposes to drill to a depth of approximately 3800 feet in the Yates formation two exploratory wells located in the SW/4 NE/4 and SE/4 NE/4 of Section 26, Township 19 South, Range 33 East, Lea County, New Mexico, in such a manner as to eliminate the necessity of running the salt protection string required by said Order No. R-111-A provided the production string would be cemented to the surface.
- CASE 4271: Application of Texaco Inc. for a waterflood expansion and amendment of Order No. R-2748, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its waterflood project in the Rhodes (Yates-Seven Rivers) Pool, authorized by Order No. R-2748, by the injection of water through four additional wells in Sections 22 and 27 of Township 26 South, Range 37 East, Lea County, New Mexico. Applicant further seeks amendment of said order to establish a procedure whereby additional injection wells as may be necessary to complete an efficient injection pattern may be approved administratively.
- CASE 4272: Application of Shell Oil Company for an unorthodox oil well location and to directionally drill, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Sanger Well No. 6 at an unorthodox surface location in Unit E 1490 feet from the North line and 330 feet from the West line of Section 27, Township 18 South, Range 38 East, Hobbs (Grayburg-San Andres) Pool, Lea County, New Mexico. Applicant further seeks authority to directionally drill said well in such a manner as to bottom the well in the subject pool at a point in Unit D of said Section 27 approximately 200 feet north of said surface location. Applicant proposes to dedicate said Unit D to the well.

- CASE 4273: Application of Tesoro Petroleum Corporation for an unorthodox oil well location and amendment of Order No. R-2807-A, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox oil well location of its Well No. 59, formerly classified as a water injection well, located 1430 feet from the South line and 2625 feet from the East line of Section 36, Township 18 North, Range 9 West, Hospah Upper Sand Oil Pool, McKinley County, New Mexico. Applicant further seeks the amendment of Order No. R-2807-A to permit a procedure whereby additional producing and injection wells in its Hospah Unit Area may be approved administratively.
- CASE 4274: Application of Pan American Petroleum Corporation for an unorthodox oil well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its Navajo Tribal "N" Well No. 11 at an unorthodox location 1150 feet from the West line and 560 feet from the North line of Section 17, Township 26 North, Range 18 West, Tocito Dome-Pennsylvanian "D" Oil Pool, San Juan County, New Mexico.

DKAFT GMH/esr

A

BEF)RE 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:

FASE NO. 4267

Order No. R- 4004

My

In the matter of Case No. 4267 being reopened by the Oil Conservation Commission on its own motion to permit Edward M. Kriss and all other interested parties to appear and show cause why the Edward M. Kriss Little Chama Valley Company Well No. 1, a wildcat well, located 545 feet from the North line and 1530 feet from the West line of Section 2, Township 1 North, Range 2 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

This cause came on for hearing at 9 a.m. on August 5, 196/70, at Santa Fe, New Mexico, before Examiner Elvis A. Utz

NOW, on this <u>day of August</u>, 19870, the Commission, a quorum being present, having considered the testimony, 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 the subject well has been plugged and abandoned to the satisfaction of the Commission.
 - (3) That the subject case should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 4267 is hereby dismissed.

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