

CASE 4314: Application of COASTAL
STATES GAS PRODUCING FOR POOL
REDELINEATION, LEA COUNTY.

Continued to March 4th

Case Number

43 / 4

Application
Transcripts.

Small Exhibits

ETC.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
March 25, 1970

EXAMINER HEARING

-----)
IN THE MATTER OF:)
)
Application of Coastal States)
Gas Producing Company for pool) Case No. 4314
redelineation, Lea County, New)
Mexico.)
-----)

BEFORE: Elvis A. Utz, Examiner.

TRANSCRIPT OF HEARING



dearnley-meier reporting
SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS
209 SIMMS BLDG. • P.O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date MARCH 25, 1970TIME: 9 A.M.

NAME	REPRESENTING	LOCATION
B.C. SINCLAIR	PENNZOIL UNITED, INC.	MIDLAND, TEX.
Nm P. I. Williams	R. W. Byram	Santa Fe
P. J. McLeath	U.S.G.S.	Farmington
Jason K. Kitchin	Kelley & Fox	Santa Fe
Michael S. Morrison	Montgomery et al	Santa Fe
C. H. Finney	Torco	Midland
G. F. Sperling	Modratt Segman et al	Alb.
Leonard L. Butler	Newmont	Artisa, N. M.
D. L. Loebe	Newmont	Artisa
DONALD C. WALKER	PUBCO	ALBUQUERQUE
Kent Smith	Franklin D. Rosten / Fairbanks	Albuquerque
WBS Simmons, Jr.	Mobil Oil Corp.	Midland, Tex.
J. M. Dunnett Jr.	Pennzoil	Albuquerque
Z. H. Hagan	Hagan Prod. Corp.	Farmington
Don W. Mitchell	" " "	"
R. C. Wynn	Wynn & Beards	Dallas, Texas

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE, NEW MEXICOHearing Date MARCH 25, 1970 TIME: 9 A.M.

NAME	REPRESENTING	LOCATION
J. MICHAEL ADAMS Boyle, Kelly Jim Kraus	Thompson 21 Co Noble Oil & Gas Co. & Kelly U.S.G.S.	Durham Colo S.F. Artesia

MR. UTZ: The hearing will come to order, please. We will first call a dismissal and a continued case and then proceed with the docket. Case 4314.

MR. HATCH: Case 4314. Continued and readvertised from February 25, 1970, Examiner Hearing and March 4, 1970 Examiner Hearing. Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico.

If the Examiner please, we have received a request from the Applicant that this case be dismissed. I believe there is a letter in the file.

MR. UTZ: Yes, there is. Case 4314 will be dismissed.

I, GLENDA BURKS, 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.

Notary Public

My Commission Expires:

March 12, 1973

I do hereby certify that the foregoing is a complete record of the proceedings in the Eastern Division of Case No. H-314, heard by us on May 23, 1970.

[Signature], Engineer
New Mexico Oil Conservation Commission

dearnley-meier

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

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



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
March 4, 1970

EXAMINER HEARING

IN THE MATTER OF:

Application of Coastal States Gas
Producing Company for pool
redelineation, Lea County,
New Mexico.

CASE NUMBER

4314

BEFORE:

DANIEL S. NUTTER, Examiner

TRANSCRIPT OF HEARING

MR. HATCH: Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico. The Commission has received communications from several parties interested in this case and they have agreed that it should be continued to March the 25th.

MR. NUTTER: Case 4314 will be continued to the Examiner Hearing to be held at this same place, 9:00 o'clock A.M., March 25th, 1970.

STATE OF NEW MEXICO)
) ss
 COUNTY OF BERNALILLO)

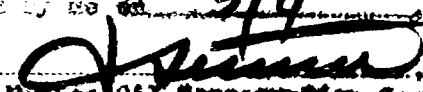
I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; and that the same is a true and correct record of the said proceedings,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

Witness my Hand and Seal this 4th day of March, 1970.


 NOTARY PUBLIC

My Commission Expires:

June 19, 1971

I do hereby certify that the foregoing is
 a complete record of the proceedings in
 the hearing held at Port So. 4314
 held by me on 3/4 1970.

 New Mexico Oil Conservation Commission

dearnley-meier

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

1120 SIMAS BLDG. • P. O. BOX 1092 • PHONE 243-6891 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
February 25, 1970

EXAMINER HEARING

IN THE MATTER OF:)

Application of Coastal States Gas) Case No. 4314
Producing Company for pool rede-)
lineation, Lea County, New Mexico.)

BEFORE: Elvis A. Utz, Examiner.

TRANSCRIPT OF HEARING

MR. UTZ: Case 4314.

MR. HATCH: Case 4314. Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico.

If the Examiner please, this case was advertised incorrectly in the Santa Fe paper. It has been readvertised correctly and it was -- had to be continued to March 4th because of the misadvertising and now there has been a request that the case be continued to March the 25th: so, it will appear on the docket for March the 4th and at that time it will be continued to March 25th.

MR. UTZ: Want to continue it to March 4th at this time?

MR. HATCH: Right.

MR. UTZ: Case 4314 will be continued to March 4th examiner hearing.

MR. HATCH: At that time it will be continued to March 25th.

MR. UTZ: All right.

STATE OF NEW MEXICO)
) ss
 COUNTY OF BERNALILLO)

I, GLENDA BURKS, 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.

Glenda Burks
 Notary Public

My Commission Expires:

March 12, 1973

do hereby certify that the foregoing is
 a complete record of the proceedings in
 the Examiner hearing of Case No. 4314
 heard by me on Feb 25, 1970.
[Signature] Examiner
 New Mexico Oil Conservation Commission



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

P. O. BOX 2088 - SANTA FE

87801

GOVERNOR
DAVID F. CARGO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMijo
MEMBER

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

March 30, 1970

Mr. Clarence Hinkle
Hinkle, Bondurant & Christy
Attorneys at Law
Post Office Box 10
Roswell, New Mexico 88201

Re: Case No. 4314
Order No. R-3935
Applicant:
Coastal States

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC x

Artesia OCC

Aztec OCC

Other

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE No. 4314
Order No. R-3935

APPLICATION OF COASTAL STATES GAS
PRODUCING COMPANY FOR POOL REDELINEA-
TION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 25, 1970,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 30th day of March, 1970, the Commission, a
quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the premises,

FINDS:

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

IT IS THEREFORE ORDERED:

That Case No. 4314 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman

ALEX J. ARMIJO, Member

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

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 25, 1970

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

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

- CASE 4321: Application of Sun Oil Company-DX Division for 320-acre spacing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks 320-acre spacing for the Cass Ranch-Morrow Gas Pool, Eddy County, New Mexico. Said pool was created prior to June 1, 1964, and therefore is not automatically eligible for 320-acre spacing. In the absence of evidence to the contrary, 320-acre spacing will be established for the pool.
- CASE 4324: Application of Pennzoil United, Inc. for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the special rules and regulations governing the Lea-Bone Springs Pool to permit the completion of a well at an unorthodox location 2310 feet from the South line and 1800 feet from the East line of Section 35, Township 19 South, Range 34 East, Lea County, New Mexico.
- CASE 4325: Application of Mobil Oil Corporation for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the Vacuum-Wolfcamp Pool and the Vacuum-Upper Pennsylvanian Pool in the wellbore of its Bridges State Well No. 119, a triple completion, located in Unit F of Section 24, Township 17 South, Range 34 East, Lea County, New Mexico.
- CASE 4326: Application of Newmont Oil Company for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C I to permit the recompletion of a well at an unorthodox oil well location 1325 feet from the South line and 990 feet from the East line of Section 31, Township 17 South, Range 30 East, Loco Hills-Queen Pool, Eddy County, New Mexico.
- CASE 4327: Application of Franklin, Aston & Fair for an exception to Order No. R-3221, as amended, Eddy 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 leases comprising the NE/4 and N/2 SE/4 of Section 1, Township 18 South, Range 29 East and the E/2, N/2 NW/4, and S/2 SW/4 of Section 6, Township 18 South, Range 30 East, Loco Hills Field, Eddy County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells located or to be located on said leases in unlined surface pits.

Examiner Hearing - March 25, 1970

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- CASE 4328: Application of Pubco Petroleum Corporation for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the undesignated Pictured Cliffs gas pool underlying the SE/4 of Section 33, Township 30 North, Range 14 West, San Juan County, New Mexico. Said SE/4 to be dedicated to a well to be drilled in the SW/4 SE/4 of said Section 33. Applicant further seeks an order pooling all mineral interests in said gas pool underlying the NE/4 of Section 4, Township 29 North, Range 14 West, San Juan County, New Mexico. Said NE/4 to be dedicated to a well to be drilled in the NW/4 NE/4 of said Section 4. Also to be considered will be the costs of drilling said wells, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said wells.
- CASE 4329: Application of R. D. Collier for an exception to Order No. R-3221, as amended, Eddy 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 ground in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico. Said exception would be for applicant's Sinclair Parke Well No. 1 located in Unit F, Section 22, Township 17 South, Range 30 East, Jackson-Abo Field, Eddy County, New Mexico. Applicant seeks authority to dispose of salt water produced by said well in an unlined surface pit in the vicinity of said well.
- CASE 4314: (Continued and readvertised from February 25, 1970. Examiner Hearing and March 4, 1970 Examiner Hearing)
Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the redelineation of certain pool boundaries to include the deletion of the W/2 and SE/4 of Section 21, Township 13 South, Range 33 East, Lea County, New Mexico, from the Lazy J-Pennsylvanian Pool and the extension of the North Baum Upper Pennsylvanian Pool to include said deleted acreage.
- CASE 4319: (Continued from the March 4, 1970, Examiner Hearing)
Application of Texaco Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the North Vacuum-Abo Pool and the Vacuum-Wolfcamp Pool in the wellbores of its New Mexico "Q" State Well No. 4 and its New Mexico "N" State Well No. 6, triple completions located respectively in Unit P of Section 25, Township 17 South, Range 34 East and Unit L

(Case 4319 continued)

of Section 30, Township 17 South, Range 35 East, Lea County, New Mexico.

- CASE 4322: Application of Texaco Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the Vacuum-Wolfcamp and Vacuum-Upper Pennsylvanian Pools in the wellbore of its Shell State Well No. 1, a triple completion, located in Unit J of Section 25, Township 17 South, Range 34 East, Lea County, New Mexico.
- CASE 4323: 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 by the injection of water into the Grayburg and San Andres formations through its USA Federal "C" Well No. 1 located in Unit P, Section 15, Township 17 South, Range 32 East, Maljamar (Grayburg-San Andres) Pool, Lea County, New Mexico.
- CASE 4330: Application of Tenneco Oil Company for an unorthodox location and dual completion, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion of its Hospah Well No. 37X to produce oil from the Hospah-Upper and South Hospah-Lower Sand Oil Pools at an unorthodox location for said pools 1280 feet from the North and West lines of Section 12, Township 17 North, Range 9 West, McKinley County, New Mexico.
- CASE 4331: 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 790 feet from the North and West lines of Section 13, Township 27 North, Range 8 West, Blanco-Mesaverde and Basin-Dakota Pools, San Juan County, New Mexico.
- CASE 4264: (Continued from the February 4, 1970 Examiner Hearing)
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 4301: (Continued from the February 4, 1970 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Robert T. Smith and all other interested persons to appear and show cause why the following Robert T. Smith wells located in Section 32, Township 20 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program:

State Well No. 1 located 487 feet from the North line and 990 feet from the East line;

State "A" Well No. 1 located 400 feet from the North line and 990 feet from the East line;

State Well No. 3 located 330 feet from the North line and 330 feet from the West line;

State Well No. 6 located 220 feet from the North line and 1485 feet from the East line;

State Well No. 6-Y located approximately 5 feet West of the above-described Well No. 6;

State Well No. 8 located 1155 feet from the North line and 2475 feet from the East line.

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 4, 1970


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 4318: Application of Pan American Petroleum Corporation for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the consolidation of two existing non-standard gas proration units into one 320-acre non-standard unit comprising the N/2 of Section 7, Township 24 South, Range 37 East, Jalmat Gas Pool, Lea County, New Mexico, to be dedicated to its Meyers "B" Federal R/A Wells Nos. 1 and 10, located in Units D and G, respectively, of said Section 7. Applicant further seeks authority to produce the allowable assigned to said unit from either of said wells in any proportion.

CASE 4065: (Reopened):

In the matter of Case No. 4065 being reopened pursuant to the provisions of Order No. R-3706, which order established 80-acre spacing units for the South Eunice-San Andres Pool, Lea County, New Mexico, for a period of one year. All interested parties may appear and show cause why said pool should not be developed on 40-acre units.

 CASE 4314: (Continued and readvertised from February 25, 1970, Examiner Hearing). Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the redelineation of certain pool boundaries to include the deletion of the W/2 and SE/4 of Section 21, Township 13 South, Range 33 East, Lea County, New Mexico, from the Lazy J-Pennsylvanian Pool and the extension of the North Baum Upper Pennsylvanian Pool to include said deleted acreage.

CASE 4069:
(Reopened) In the matter of Case No. 4069 being reopened pursuant to the provisions of Order No. R-3701, which order established 80-acre spacing units for the Lovington-Devonian Pool, Lea County, New Mexico, for a one-year period. All interested parties may appear and show cause why said pool should not be developed on 40-acre units.

- CASE 4317: (Continued from the February 25, 1970, Examiner Hearing)
Application of Union Oil Company of California for the creation of a new gas pool and special pool rules, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new San Andres gas pool for its Federal "18" Well No. 2 located 660 feet from the South and East lines of Section 18, Township 8 South, Range 38 East, Roosevelt County, New Mexico, and for the promulgation of special rules therefor, including provisions for 160-acre spacing units and a casing program.
- CASE 4319: Application of Texaco Inc. for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the North Vacuum-Abo Pool and the Vacuum-Wolfcamp Pool in the wellbores of its New Mexico "Q" State Well No. 4 and its New Mexico "N" State Well No. 6, triple completions located respectively in Unit P of Section 25, Township 17 South, Range 34 East and Unit L of Section 30, Township 17 South, Range 35 East, Lea County, New Mexico.
- CASE 4315: (Continued from February 25, 1970, Examiner Hearing)
Application of Pan American Petroleum Corporation for pool consolidation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the consolidation of the Fowler-Lower Paddock and Fowler-Blinebry Pools, Lea County, New Mexico, into one pool. Applicant further requests that the consolidated pool be governed by rules presently applicable to the Fowler-Blinebry Pool.
- CASE 4316: (Continued from February 25, 1970, Examiner Hearing)
Application of Pan American Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C 11 to permit the drilling of a well at an unorthodox gas well location 330 feet from the North and East lines of Section 11, Township 23 South, Range 26 East, South Carlsbad-Strawn, -Atoka, and -Morrow Gas Pools, Eddy County, New Mexico. The N/2 of said Section 11 to be dedicated to the well.

DOCKET: EXAMINER HEARING - WEDNESDAY - FEBRUARY 25, 1970

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

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

- CASE 4296: (Continued from the January 21, 1970 Examiner Hearing)
Application of S. P. Yates for a pressure maintenance project expansion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand the S. P. Yates West McMillan Anderson Pressure Maintenance Project, authorized by Order No. R-3852, by the injection of water into the Queen formation through one additional well, the Anderson Well No. 3 located 2310 feet from the East line and 990 feet from the South line of Section 11, Township 20 South, Range 26 East, West McMillan-Seven Rivers-Queen Pool, Eddy County, New Mexico.
- CASE 4308: Application of Bill J. Graham for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation in the perforated interval from 4913 feet to 4961 feet in his U. S. Smelting Federal Well No. 5 located in Unit P of Section 22, Township 24 South, Range 32 East, Double X-Delaware Pool, Lea County, New Mexico.
- CASE 4309: Application of Mobil Oil Corporation for an amendment of Order No. R-3824, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3824 to permit the drilling of its Humphrey Queen Unit Well No. 13, a water injection well in its Langlie Mattix Humphrey Waterflood Project, at a non-standard location 1500 feet from the South line and 1220 feet from the East line of Section 4, Township 25 South, Range 37 East, Lea County, New Mexico, in lieu of the location authorized in said Order No. R-3824.
- CASE 4310: Application of Klabzuba, Munson and Seaman for an unorthodox oil well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a wildcat oil well to the Devonian formation at an unorthodox location 700 feet from the East line and 2500 feet from the South line of Section 13, Township 10 South, Range 27 East, Chaves County, New Mexico.

CASE 4311: Application of C. E. Long for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order force-pooling all mineral interests from the surface down to the base of the Seven Rivers formation underlying the S/2 of the NE/4 of Section 31, Township 21 South, Range 36 East, Lea County, New Mexico, to form two 40-acre proration units for Jalmat, Eumont, or South Eunice Oil production to be dedicated to a well to be re-entered in Unit H and a well to be re-entered or to be drilled at a standard location in Unit G of said Section 31 and/or to form an 80-acre non-standard gas proration unit in the event gas production is encountered in the Jalmat or Eumont Gas Pools. Also to be considered will be the costs of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.

CASE 4312: Application of U. S. Potash & Chemical Company, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-111-A to include the following-described lands in the Potash-Oil Area defined by said order:

EDDY COUNTY, NEW MEXICO

Township 23 South, Range 31 East,
Sections 19, 20, 27, 28, 29 and 30: All

CASE 4313: Application of Atlantic Richfield Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of 160-acre non-standard gas proration unit comprising the N/2 S/2 of Section 36, Township 21 South, Range 37 East, Blinbry Gas Pool, Lea County, New Mexico, to be dedicated to its State 367 Wells Nos. 2 and 3 located, respectively, in Units L and K of said Section 36. Applicant further seeks authority to produce the allowable assigned to said unit from either of the aforesaid wells in any proportion.

CASE 4314: Application of Coastal States Gas Producing Company for pool redelineation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the redelineation of certain pool boundaries to include the deletion of the W/2 and SE/4 of Section 21, Township 13 South, Range 33 East, Lea County, New Mexico, from the Lazy J-Pennsylvanian Pool and the extension of the North Baum Upper Pennsylvanian Pool to include said deleted acreage.

- CASE 4315: Application of Pan American Petroleum Corporation for pool consolidation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the consolidation of the Fowler-Lower Paddock and Fowler-Blinebry Pools, Lea County, New Mexico, into one pool. Applicant further requests that the consolidated pool be governed by rules presently applicable to the Fowler-Blinebry Pool.
- CASE 4316: Application of Pan American Petroleum Corporation for an un-orthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104 C 11 to permit the drilling of a well at an un-orthodox gas well location 330 feet from the North and East lines of Section 11, Township 23 South, Range 26 East, South Carlsbad-Strawn, Atoka, and-Morrow Gas Pools, Eddy County, New Mexico. The N/2 of said Section 11 to be dedicated to the well.
- CASE 4317: Application of Union Oil Company of California for the creation of a new gas pool and special pool rules, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new San Andres gas pool for its Federal "18" Well No. 2 located 660 feet from the South and East lines of Section 18, Township 8 South, Range 38 East, Roosevelt County, New Mexico, and for the promulgation of special rules therefor, including provisions for 160-acre spacing units and a casing program.

CLARENCE E. HINKLE
W. E. BONDURANT, JR.
S. B. CHRISTY IV
LEWIS C. COX, JR.
PAUL W. EATON, JR.
CONRAD E. COFFIELD
HAROLD L. HENSLEY, JR.
STUART D. SHANOR
C. D. MARTIN
PAUL J. KELLY, JR.

LAW OFFICES
HINKLE, BONDURANT & CHRISTY
600 HINKLE BUILDING
ROSWELL, NEW MEXICO 88201

March 20, 1970

70 MAR 23 AM 8 13

MIDLAND, TEXAS OFFICE
521 MIDLAND TOWER
(915) MU 3-4601

TELEPHONE (505) 622-6510
POST OFFICE BOX 10

Oil Conservation Commission
Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

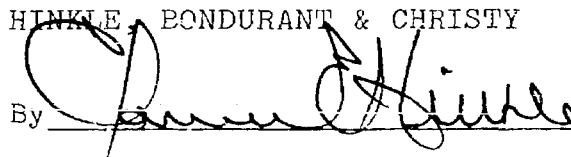
We filed on behalf of Coastal States Gas Producing Company an application to redelineate the North Baum-Upper Pennsylvanian pool and to delete certain acreage from the Lazy J Pennsylvanian pool, which appears on the docket as Case No. 4314 for the examiner's hearing set for March 25.

Please consider this as a motion on behalf of Coastal States to dismiss this case without prejudice.

Yours very truly,

HINKLE, BONDURANT & CHRISTY

By



CEH:cs
cc: Jack McGraw
cc: Bill Elliott



PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
UNITED STATES
MIDLAND DIVISION
DARRELL SMITH
DIVISION MANAGER

February 18, 1970

70 FEB 19 AM 8 11

TEXACO INC.
P. O. BOX 3109
MIDLAND, TEXAS 79701

CASE NO. 4314
POOL REDELINEATION
LAZY J-PENNSYLVANIAN POOL
AND
NORTH BAUM UPPER PENNSYLVANIAN POOL

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

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Coastal States Gas Producing Company has made the captioned application which is to be heard in Santa Fe, New Mexico on February 25, 1970. This application will take the W/2 and SE/4 of Section 21-13S-33E out of the Lazy J Pennsylvanian Pool (40 acre spacing) and put this acreage in the North Baum Upper Pennsylvanian Pool (160 acre spacing).

Properties operated by Texaco and McGrath-Smith located in the W/2 of Section 21-13S-33E, which are subject to change of status by Case No. 4314, have been developed on 40 acre spacing as set out in the rules and regulations covering the Lazy J Pennsylvanian Pool.

Texaco requests that Case No. 4314 be continued for 90 days. This continuation is requested because Texaco has just finished drilling two wells in this area which are not completed as yet. Data from these wells will not be available for the hearing February 25, 1970. These two wells are located in the SW/4 SW/4 and the SW/4 NW/4 of Section 21-13S-33E. When these two wells are completed, Texaco will be in a position to appear at the hearing of this case with current data and maps.

Will you please call Texaco, collect, at 915-682-0541 with your ruling as to whether or not the 90 day continuation is granted by the Oil Conservation Commission.

DOCKET MAILED

FILED 3-12-70

for 3/25/70

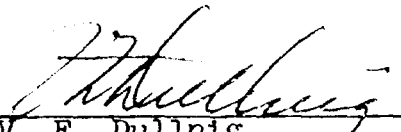
February 18, 1970

If additional information is required, please advise.

Yours very truly,

Darrell Smith
Division Manager

By


V. F. Dullnig
Assistant Division Manager

CHF/pw

cc: William B. Kelly

Coastal States Gas Producing Company

McGrath and Smith

TexAm Oil Corporation

CLARENCE E. HINKLE
W. E. BONDURANT, JR.
S. B. CHRISTY IV
LEWIS C. COX, JR.
PAUL W. EATON, JR.
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February 4, 19

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Santa Fe, New Mexico 87501

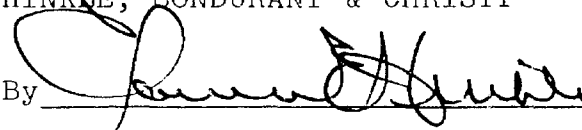
Gentlemen:

We enclose herewith in triplicate application of Coastal States Gas Producing Company for reclassification of the North Baum-Upper Pennsylvanian Pool. The writer discussed this matter with Dan Nutter and we understand it is to be placed on the docket for the examiner's hearing to be held on February 25.

Yours very truly,

HINKLE, BONDURANT & CHRISTY

By



CEH:cs
Enc.

DOCKET MAILED

Date

2-13-70
+ 2-19-70

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

1970 FEB 1 05 PM

APPLICATION OF COASTAL STATES GAS)
PRODUCING COMPANY FOR RECLASSIFI-)
CATION OF THE HORIZONTAL LIMITS)
OF THE NORTH BAUM-UPPER PENNSYLVANIAN)
POOL SO AS TO INCLUDE ALL OF SECTION)
21, TOWNSHIP 13 SOUTH, RANGE 33 EAST,)
LEA COUNTY, AND THE CONTRACTION OF)
THE LAZY J-PENNSYLVANIAN POOL SO AS)
TO EXCLUDE SECTION 21 SO THAT SAID)
SECTION WILL BE SUBJECT TO THE SPECIAL)
FIELD RULES ADOPTED FOR THE NORTH BAUM-)
UPPER PENNSYLVANIAN POOL)

Case 4314

Oil Conservation Commission
Box 2088
Santa Fe, New Mexico 87501

Comes now Coastal States Gas Producing Company acting by and through the undersigned attorneys and hereby makes application for reclassification of the horizontal limits of the North Baum-Upper Pennsylvanian Pool so as to include all of Section 21, Township 13 South, Range 33 East, Lea County, and the contraction of the Lazy J-Pennsylvanian Pool so as to exclude Section 21 so that said section will be subject to the special field rules adopted for the North Baum-Upper Pennsylvanian Pool, and in support thereof respectfully shows:

1. That on January 20, 1970 Order R-3644-B was issued by the Commission in Case No. 3993 continuing in full force and effect the special rules and regulations covering the North Baum-Upper Pennsylvanian Pool originally promulgated under Order R-3644 and amending Rule 6 to provide for a 160 acre proportional factor of 6.77 for allowable purposes.

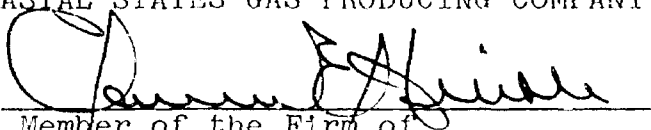
2. That all of Section 21, Township 13 South, Range 33 East is within the defined limits of the Lazy J-Pennsylvanian Pool which has been developed on the basis of 40 acre spacing and 40 acre allowables. Said Section 21 is contiguous to Section 20, Township 13 South, Range 33 East which is within the defined limits of the North Baum-Upper Pennsylvanian Pool and recent development has shown that the wells producing in Section 21 are producing from the North Baum-Upper Pennsylvanian Pool rather than the Lazy J-Pennsylvanian Pool. In order to protect correlative rights of all parties concerned the horizontal limits of the North Baum-Upper Pennsylvanian Pool should be redefined to include all of said Section 21 and that it should be deleted from the horizontal limits of the Lazy J-Pennsylvanian Pool. There is attached here, made a part hereof and for purposes of identification marked Exhibit "A", a plat showing the horizontal limits of the North Baum-Upper Pennsylvanian Pool and the north and west limits of the Lazy J-Pennsylvanian Pool.

3. Applicant requests that this matter be set down for hearing at the examiner's hearing to be held on February 25, 1970.

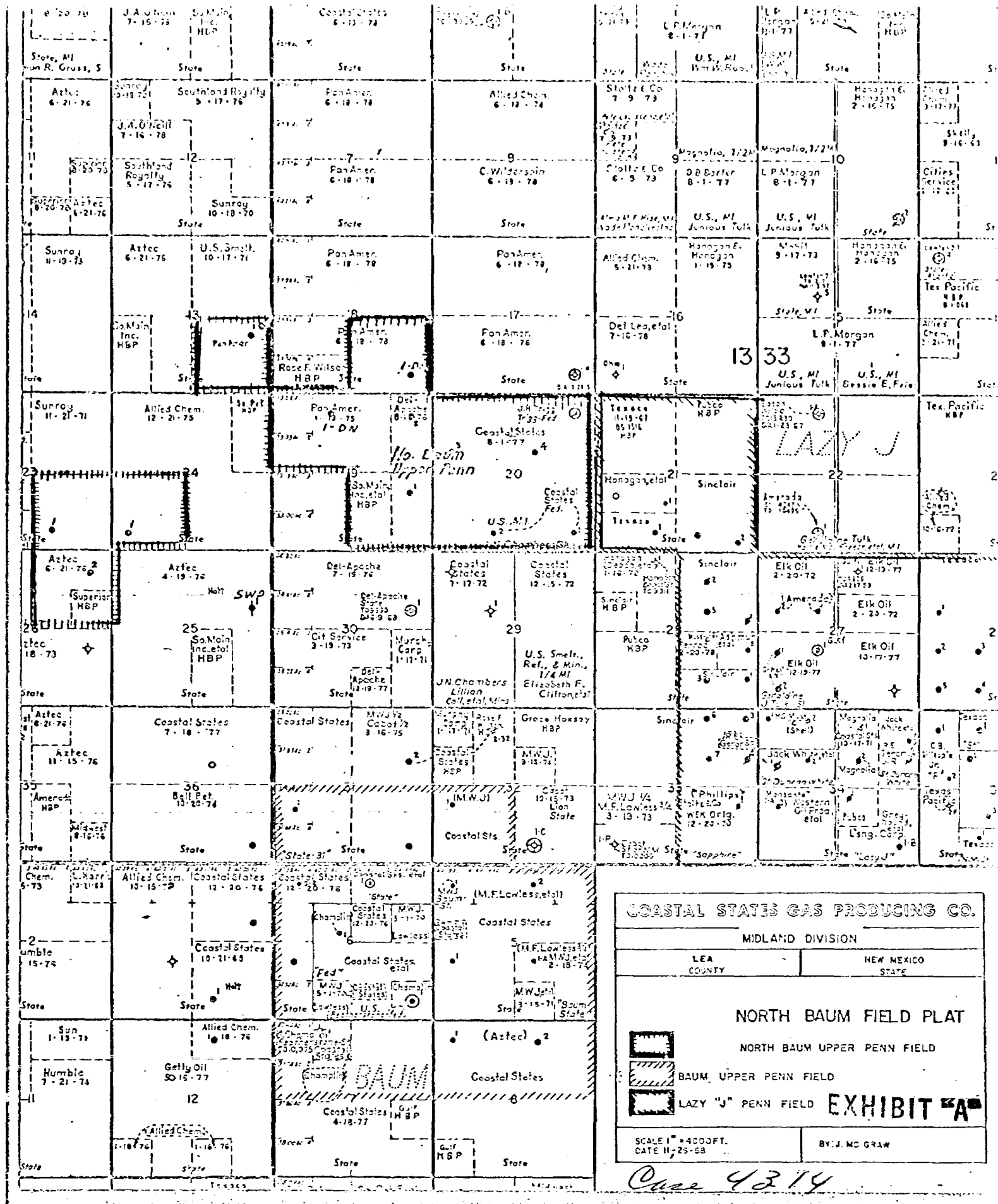
Respectfully submitted,

COASTAL STATES GAS PRODUCING COMPANY

By



Member of the Firm of
HINKLE, BONDURANT & CHRISTY
Attorneys for Applicant
Box 10
Roswell, New Mexico 88201



DRAFT

GMH/esr

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE No. 4314

Order No. R- 3935

APPLICATION OF COASTAL STATES GAS
PRODUCING COMPANY FOR POOL REDELINEA-
TION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 ~~o'clock~~ a.m. on
March 25, 1967, at Santa Fe, New Mexico, before Examiner
Elvis A. Utz.

NOW, on this day of , 1967, the Commission,
a quorum being present, having considered the record and the
recommendations of the Examiner, and being fully advised in the
premises,

FINDS:

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

IT IS THEREFORE ORDERED:

That Case No. 4314 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

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✓

Coastal St Gas Prod & Co

reclass for lmts

N. Bann Upper Penn Pool
to incl

all 21 13 33

and contract

Razzy J ^{gr} to

exclude all of Sec 21 to

make said Sec subj to

pool rules of N. Bann Upper Penn

CASE 4315: Application of PAN AM.
FOR POOL CONSOLIDATION, LEA
COUNTY, NEW MEXICO.