

4581

Application
Transcripts.

Small Exhibits

ETC.

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

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

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
August 18, 1971

EXAMINER HEARING

IN THE MATTER OF

Southeastern New Mexico nomenclature case) Case No.
calling for an order for the extension of certain) 4581
pools in Lea, Chaves and Roosevelt Counties,)
New Mexico.)
)
)

BEFORE ELVIS A. UTZ, EXAMINER

TRANSCRIPT OF HEARING

1 MR: HATCH: Case 4581, Southeastern New Mexico
2 Nomenclature Case calling for an order for the extension
3 of certain pools, in Lea, Chaves and Roosevelt Counties,
4 New Mexico.

5 Would you stand and be sworn.

6 (Mr. Ramey sworn)

7 DIRECT EXAMINATION

8 BY MR. HATCH:

9 Q Would you state your name and position for the record.

10 A Joe D. Ramey, Supervisor of the Commission's District
11 one, Hobbs, New Mexico.

12 Q Are you prepared to make recommendations to the Examiner
13 concerning the extension and creation of extension of
14 certain pools in Lea, Chaves and Roosevelt Counties, New
15 Mexico.

16 A Yes, I am.

17 Q Are the recommendations prepared in the form of an exhibit?

18 A Yes. This is exhibit one. Paragraphs A through G.

19 Q Are there any corrections to be made in the exhibit today?

20 A No corrections or no additions.

21 Q The same as the docket has been distributed?

22 A Yes, that is correct.

23 Q Do you recommend to the examiner then that the pools in
24 paragraphs A through G be extended as shown on the docket?

25 A Yes I do.

dearnley-meier reporting services

1 Q Was exhibit one prepared by you or someone working under
2 your supervision.
3 A Yes, it was.
4 MR. HATCH: I would like to introduce Exhibit one
5 MR. UTZ: What is Exhibit One? The plans?
6 MR. RAMEY: Yes.
7 MR. UTZ: Exhibit One will be entered into the record
8 of this case.
9 MR. UTZ: Case will be taken under advisement.
10 Case 4582.
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1	<u>I N D E X</u>		
2	<u>WITNESS</u>		<u>PAGE</u>
3	Joe D. Ramey		2
4	Direct Examination by Mr. Hatch		2
5			
6			
7	<u>EXHIBIT</u>	<u>MARKED</u>	<u>OFFERED AND ADMITTED</u>
8			
9	Applicant's one, A - G.		3
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1 STATE OF NEW MEXICO)
2 COUNTY OF BERNALILLO)

3 I, MARCIA HUGHES, Court Reporter, do hereby certify that
4 the foregoing and attached Transcript of Hearing before the
5 New Mexico Oil Conservation Commission was reported by me; and
6 that the same is a true and correct record of the said
7 proceedings, to the best of my knowledge, skill and ability.

8
9
10 *Marcia Hughes*
11 Court Reporter

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22 I do hereby certify that the foregoing is
23 a complete record of the proceedings in
24 the Bernalillo hearing of Case No. 4581,
25 heard by me on Aug 4, 1971.

[Signature] Bernalillo
New Mexico Oil Conservation Commission

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. 4581
Order No. R-4184

THE APPLICATION OF THE OIL CONSERVATION
COMMISSION UPON ITS OWN MOTION FOR AN
ORDER EXTENDING CERTAIN POOLS IN CHAVES,
LEA, AND ROOSEVELT COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on August 18, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 19th day of August, 1971, 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 there is need for certain extensions to the Cato-San Andres Pool and the Double L-Queen Associated Pool, both in Chaves County, New Mexico, the North Bagley-Pennsylvanian Pool, the Lusk-Delaware Pool, the West Sawyer-San Andres Pool, and the North Vacuum-Abo Pool, all in Lea County, New Mexico, and the Todd-Wolfcamp Pool in Roosevelt County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 4: SE/4

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:

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IT IS THEREFORE ORDERED:

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TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 4: SE/4

-2-
CASE NO. 4581
Order No. R-4184

(b) That the Cato-San Andres Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 7 SOUTH, RANGE 30 EAST, NMPM
SECTION 36: NW/4

(c) That the Double L-Queen Associated Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM
SECTION 18: NW/4

(d) That the Lusk-Delaware Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
SECTION 32: NE/4

(e) That the West Sawyer-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
SECTION 22: NW/4

(f) That the Todd-Wolfcamp Pool in Roosevelt County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 7 SOUTH, RANGE 35 EAST, NMPM
SECTION 21: SE/4
SECTION 22: SW/4, W/2 SE/4, and SE/4 SE/4

(g) That the North Vacuum-Abo Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 12: NE/4
SECTION 22: SE/4

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM
SECTION 19: NW/4
SECTION 30: NW/4

-3-

CASE NO. 4581
Order No. R-4184

IT IS FURTHER ORDERED:

(1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Commission. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Forms C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.

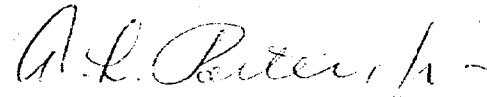
(2) That the effective date of this order and all extensions included herein shall be September 1, 1971.

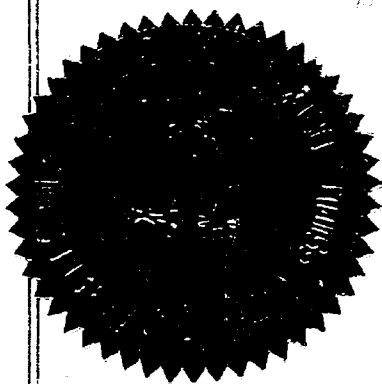
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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



S E A L

dr/

DOCKET NO. 18-71

DOCKET: REGULAR HEARING - WEDNESDAY - AUGUST 18, 1971

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

- ALLOWABLE: (1) Consideration of the oil allowable for September and October, 1971;
- (2) Consideration of the allowable production of gas for September, 1971 from fifteen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for September, 1971.

CASE 4437: (De Novo) This case will be continued to the October 13, 1971 Regular Hearing)

Application of Pennzoil United, Inc., for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Strawn formation underlying the W/2 of Section 6, Township 23 South, Range 27 East, South Carlsbad-Strawn Gas Pool, Eddy County, New Mexico, said acreage to be dedicated to the Morris R. Antweil Joell Well No. 1 located 660 feet from the North line and 1980 feet from the West line of said Section 6. Also to be considered will be the cost 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.

Upon application of Pennzoil United, Inc., this case will be heard De Novo under the provisions of Rule 1220.

THE FOLLOWING CASES WILL BE HEARD BEFORE ELVIS A. UTZ, EXAMINER, OR DANIEL S. NUTTER, ALTERNATE EXAMINER, IN THE OIL CONSERVATION COMMISSION CONFERENCE ROOM ON THE SECOND FLOOR OF THE LAND OFFICE BUILDING AT 10 O'CLOCK A.M.

CASE 4539: (Continued from the July 28, 1971, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Doanbuy Lease & Company, Inc., and all other interested persons to appear and show cause why its following described wells in Section 27, Township 14 South, Range 33 East, Saunders Pool, Lea County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

Atlantic State AC-1	Well No. 1	Unit N
Atlantic State AC-2	Well No. 2	Unit M
Atlantic State AC-2	Well No. 3	Unit O
Atlantic State AC-3	Well No. 4	Unit L
Atlantic State AC-3	Well No. 5	Unit J
Atlantic State AC-4	Well No. 6	Unit P
Atlantic State AC-4	Well No. 7	Unit I

CASE 4582: Application of Continental Oil Company for an unorthodox oil well location and amendment of Order No. R-2940, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its SEMU Permian Well No. 91 as a producing oil well at an unorthodox location 2620 feet from the North line and 1300 feet from the West line of Section 19, Township 20 South, Range 38 East, as an infill well in the Southeast Monument Unit Area, Skaggs-Grayburg Pool, Lea County, New Mexico. Applicant further seeks the amendment of Order No. R-2940 to permit the adoption of a procedure whereby additional wells at unorthodox locations in said project may be approved administratively.

CASE 4583: Application of V. F. Vasicek and J. M. Fullinwider, doing business as V-F Petroleum, for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the E/2 of Section 15, Township 16 South, Range 35 East, Lea County, New Mexico, said acreage to be dedicated to a well to be re-entered and recompleted in the Pennsylvanian formation and located 1980 feet from the South and East lines of said Section 15. 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 4581: Southeastern New Mexico nomenclature case calling for an order for the extension of certain pools in Lea, Chaves and Roosevelt Counties, New Mexico.

(a) Extend the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 4: SE/4

- (b) Extend the Cato-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 30 EAST, NMPM
SECTION 36: NW/4

- (c) Extend the Double L-Queen Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM
SECTION 18: NW/4

- (d) Extend the Lusk-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
SECTION 32: NE/4

- (e) Extend the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
SECTION 22: NW/4

- (f) Extend the Todd-Wolfcamp Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 35 EAST, NMPM
SECTION 21: SE/4
SECTION 22: SW/4, W/2 SE/4, and SE/4 SE/4

- (g) Extend the North Vacuum-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 12: NE/4
SECTION 22: SE/4

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM
SECTION 19: NW/4
SECTION 30: NW/4

NOMENCLATURE ADVERTISEMENT FOR AUGUST, 1971
CASE 4581

In the matter of the application of the Oil Conservation Commission of New Mexico upon its own motion for an order for the extension of certain existing pools in Chaves, Lea, and Roosevelt Counties, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof to appear and show cause why such extensions should not be made.

a) EXTEND the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM
SECTION 4: SE/4

b) EXTEND the Cato-San Andres Pool in Chaves County, New Mexico, to include therein:

✓ TOWNSHIP 7 SOUTH, RANGE 30 EAST, NMPM
SECTION 36: NW/4

c) EXTEND the Double L-Queen Pool in Chaves County, New Mexico, to include therein:

✓ TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM
SECTION 18: NW/4

d) EXTEND the Lusk-Delaware Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
SECTION 32: NE/4

e) EXTEND the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
SECTION 22: NW/4

f) EXTEND the Todd-Wolfcamp Pool in Roosevelt County, New Mexico, to include therein:

✓ TOWNSHIP 7 SOUTH, RANGE 35 EAST, NMPM
SECTION 21: SE/4
SECTION 22: SW/4, W/2 SE/4, and SE/4 SE/4

g) EXTEND the North Vacuum-Abo Pool in Lea County, New Mexico, to include therein:

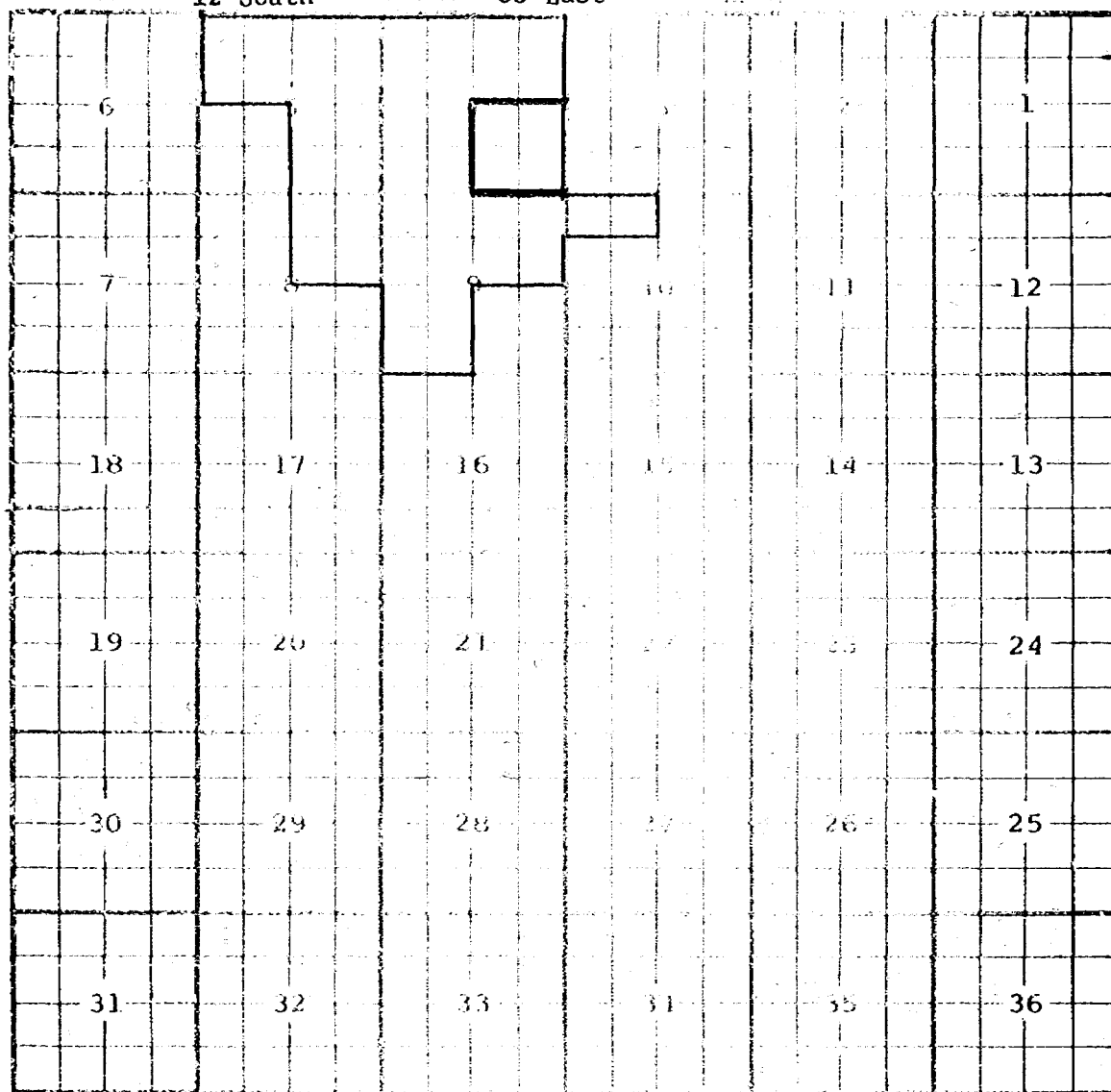
✓ TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
SECTION 12: NE/4
SECTION 22: SE/4

✓ TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM
SECTION 19: NW/4
SECTION 30: NW/4

CASE 4581: (a) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA NORTH BAGLEY-PENNSYLVANIAN

TOWNSHIP 12 South RANGE 33 East



PURPOSE: One completed oil well capable of producing.
 TEXAS PACIFIC OIL COMPANY, INC. - State "B" A/c-1 #4 in Unit J of Section
 4-12-33. Completed in Pennsylvanian on June 14, 1971. Top of Perfora-
 tions 9921'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 4: SE/4

BEFORE EXAMINER UTZ
 OIL CONSERVATION
 NMOC EXHIBIT NO. 1 pp 2-9
 CASE NO. 4581

CASE 4581: (b) EXTENSION OF AN EXISTING OIL POOL

COUNTY CHAVES

1044 CATO-SAN ANDRES

TOWNSHIP 7 South

30 East

1000

PURPOSE: One completed oil well capable of producing.

GLENN PETROLEUM CORPORATION - Sun-State #1 in Unit D of Section 36-7-30.

Completed in San Andres on June 11, 1971. Top of Perforations 3553'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 36: NW/4

CASE 4581: (c) EXTENSION OF AN EXISTING OIL POOL

COUNTY CHAVES

1949 DOUBLE L-QUEEN ASSOCIATED

TOWNSHIP 15 South

30 East

A 6x6 grid with numbers 1 through 36. The numbers are arranged in a 6x6 grid, with 1 in the top-left and 36 in the bottom-right. A path of 18 squares is highlighted, starting at 18 and ending at 36. The path consists of the following squares: 18, 17, 16, 15, 14, 13, 12, 11, 10, 9, 8, 7, 6, 5, 4, 3, 2, 1. The path is highlighted with a thick black line.

PURPOSE: One completed oil well capable of producing.

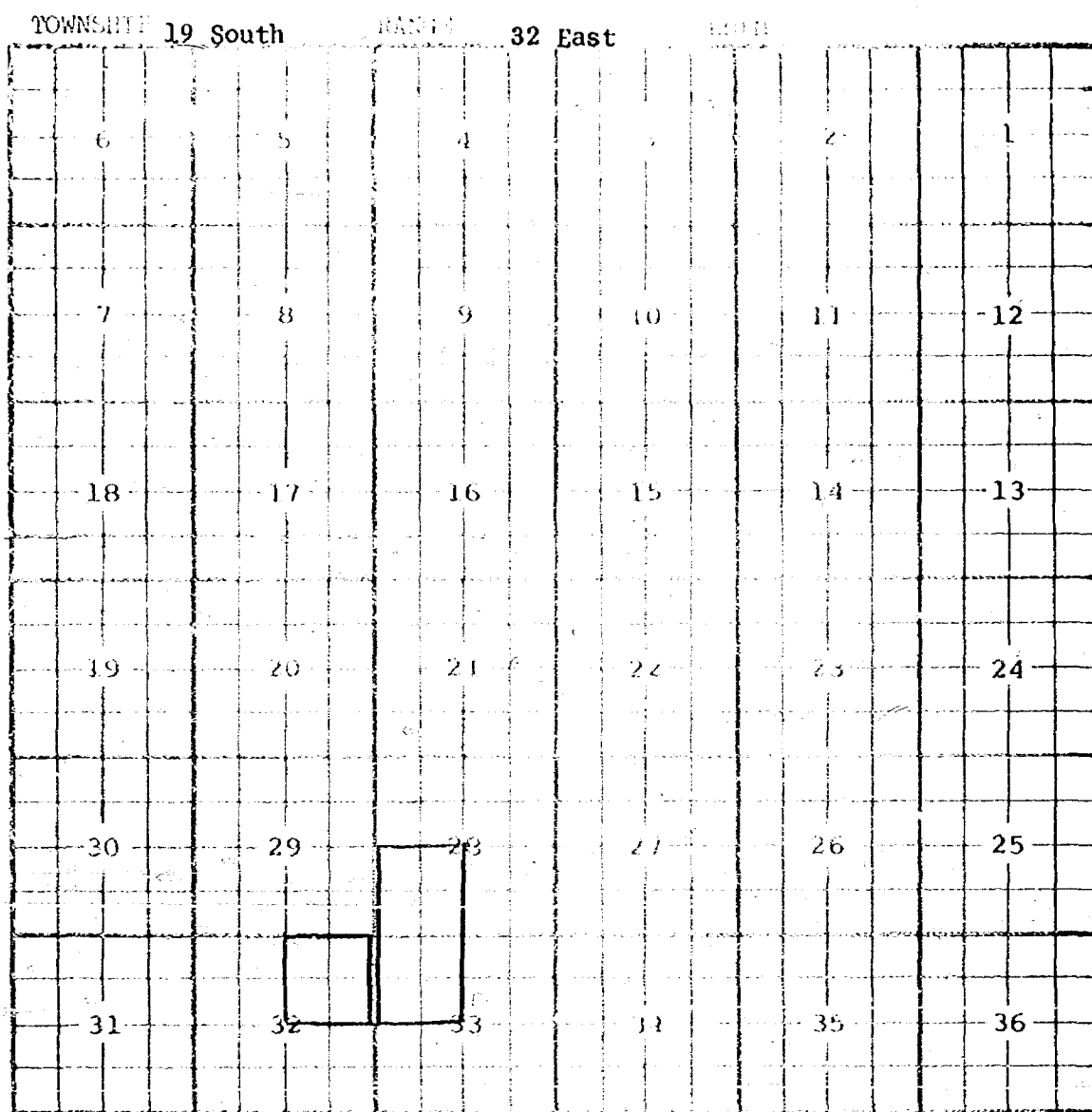
JACK L McCLELLAN - Lisa "B" #6 in Unit D of Section 1E-15-30. Completed
in Queen Sand on June 3, 1971. Top of Perforations 1996'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 18: NW/4

CASE 4581: (d) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA POOL LUSK-DELAWARE



PURPOSE: One completed oil well capable of producing.

TEXACO, INC. - New Mexico "DH" State #1Y in Unit A of Section 32-19-32.

Completed in Delaware on May 20, 1971. Top of Perforations 4760'.

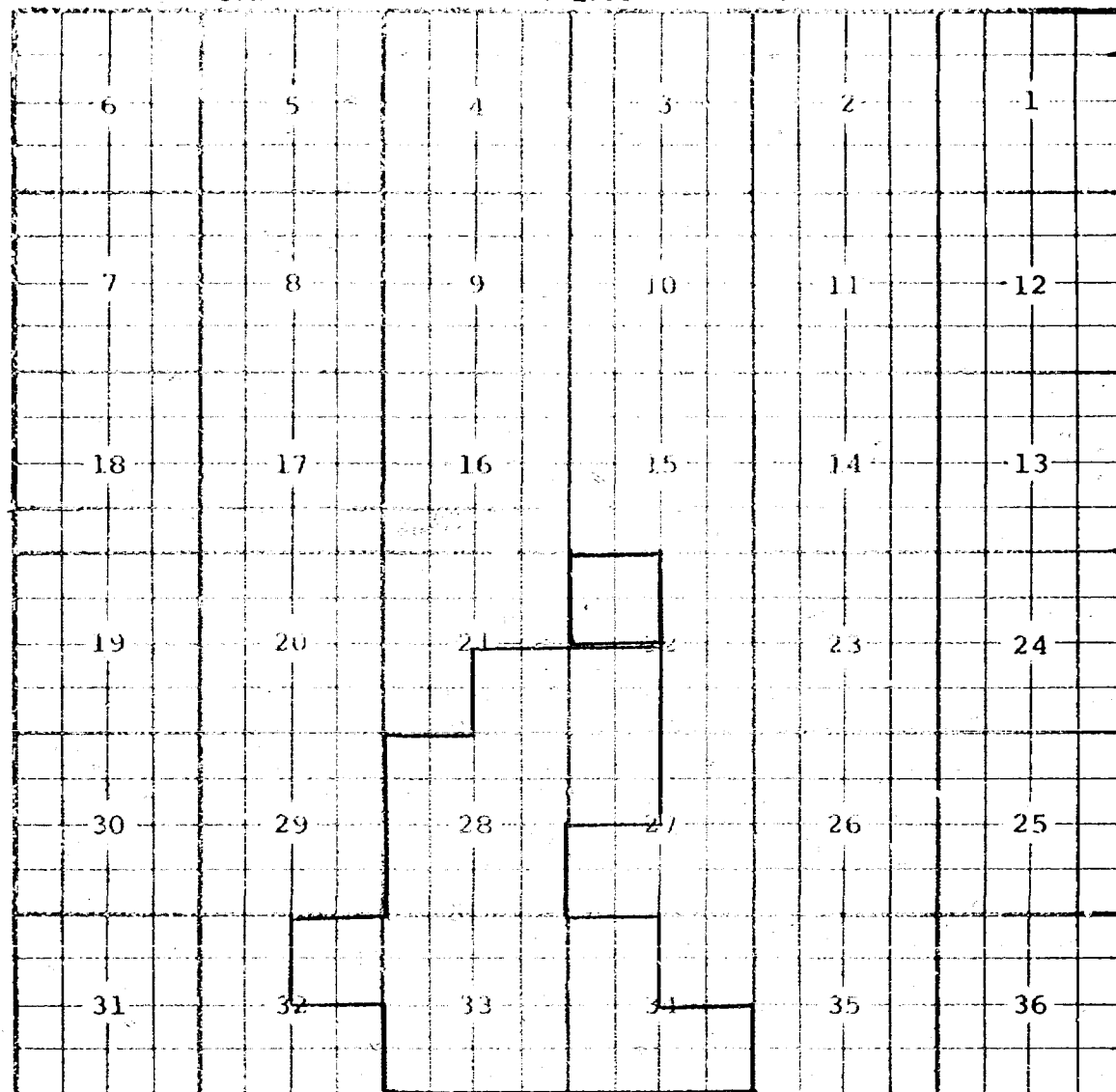
Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 32: NE/4

CASE 4581: (e) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA TOL. WEST SAWYER-SAN ANDRES

TOWNSHIP 9 South RANGE 37 East NE 1/4



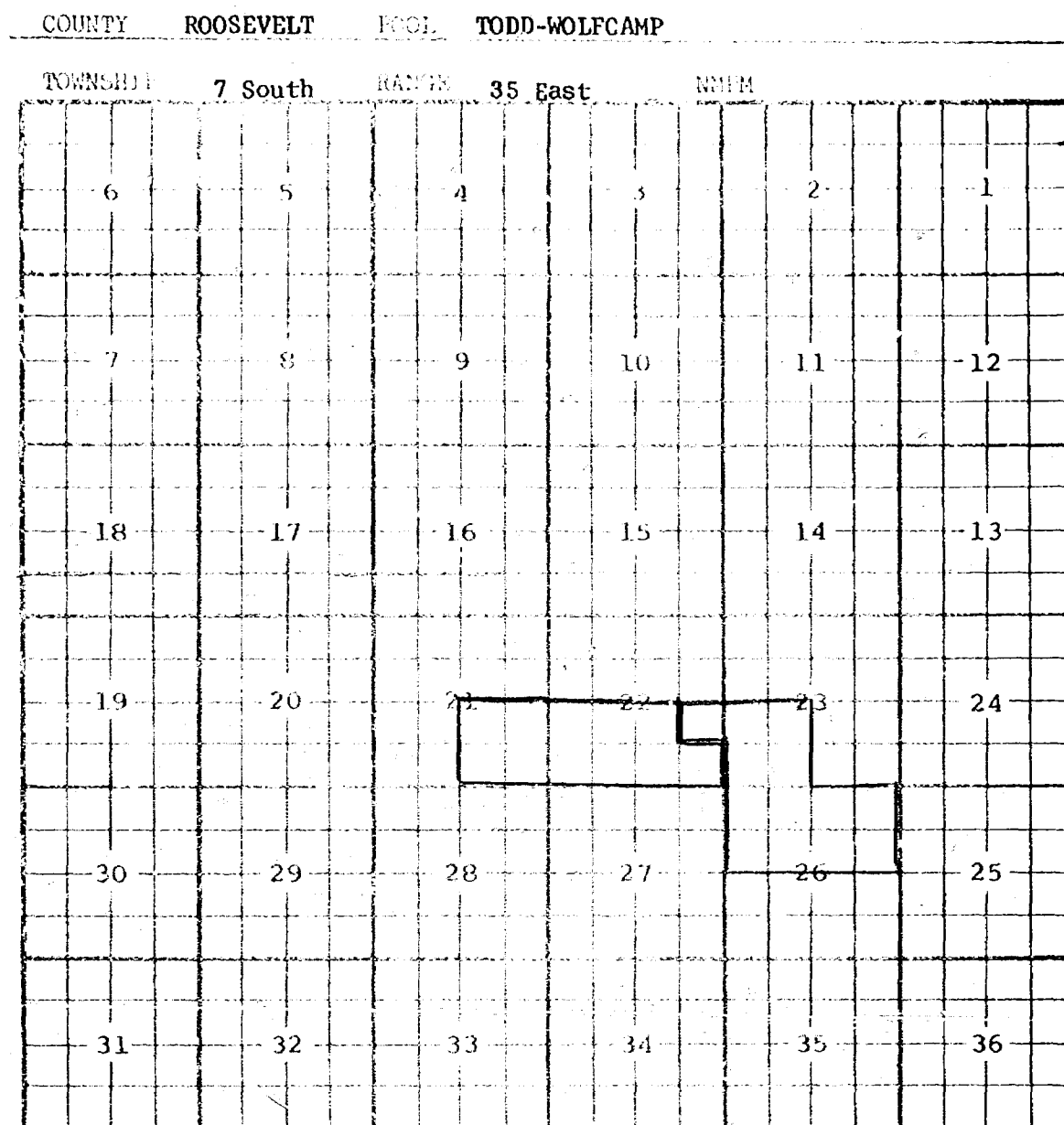
PURPOSE: One completed oil well capable of producing.

D & B OIL, INC. - Clair #1 in Unit F of Section 22-9-37. Completed in San Andres on May 19, 1971. Top of Perforations 4940'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 22: NW/4

CASE 4581: (f) EXTENSION OF AN EXISTING OIL POOL



PURPOSE: One completed oil well capable of producing.

TEXACO, INC. - H. E. Roelofs Federal NCT-1 #1 in Unit J of Section 21-7-35.

Completed in Wolfcamp on June 9, 1971. Top of Perforations 7610'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 21: SE/4

SECTION 22: SW/4, W/2 SE/4, and SE/4 SE/4

CASE 4581: (g) EXTENSION OF AN EXISTING OIL POOL (Continued on next page)

COUNTY	LEA	POOL	NORTH VACUUM-ABO
TOWNSHIP	17 South	RANGE	34 East
			NMIM
6	5	4	3
7	8	9	10
18	17	16	15
19	20	21	22
30	29	28	27
31	32	33	34

PURPOSE: Five completed oil wells capable of producing.

MOBIL OIL CORPORATION - Bridges State #160 in Unit B of Section 12-17-34. Completed in Abo on June 7, 1971. Top of Perforations 8581'.

MOBIL OIL CORPORATION - Bridges State #161 in Unit H of Section 12-17-34. Completed in Abo on June 5, 1971. Top of Perforations 8584'.

MOBIL OIL CORPORATION - State "J" #7 in Unit J of Section 22-17-34. Completed in Abo on June 21, 1971. Top of Perforations 8654'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 12: NE/4

SECTION 22: SE/4

CASE 4581: (g) EXTENSION OF AN EXISTING OIL POOL (Continued)

COUNTY	LEA	POOL	NORTH VACUUM-ABO			
TOWNSHIP	17 South	RANGE	35 East	NMFM		
6	5	4	3	2	1	
7	8	9	10	11	12	
18	17	16	15	14	13	
19	20	21	22	23	24	
30	29	28	27	26	25	
31	32	33	34	35	36	

PURPOSE: As stated on preceding page, paragraph (g), Exhibit I.

MOBIL OIL CORPORATION - State "N" Com #1 in Unit D of Section 19-17-35. Completed in Abo on June 25, 1971. Top of Perforations 8597'.

TEXACO, INC. - New Mexico "N" State #8 in Unit D of Section 30-17-35. Completed in Abo on June 24, 1971. Top of Perforations 8494'.

Pool boundary colored in red.

Proposed pool extensions colored in green. SECTION 19: NW/4

SECTION 30: NW/4