Case Number 13

Application

Trascripts

Small Exhibits

ETC.

BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico dearnley-meier reporting service December 15, 1971 EXAMINER HEARING IN THE MATTER OF: 7 Application of Continental Oil Company No. 4593 8 for an exception to Order Number R-3221 as amended, Chaves County, New Mexico. 9 10 11 12 209 SIMMS BLDG. & P.O. BOX 1092 & PHONE 243-6691 & ALBUQUERQUE. NEW MEXICO 87103 First national bank bldg. East-albuquerque. New Mexico 87108 13 BEFORE: 14 Elvix A. Utz, Examiner 15 16 17 18 19 TRANSCRIPT OF HEARING 20 21 23 24 25

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LINGING THE DESCRIPTIONS, REARINGS, STATEMENTS, EARTH TESTIMONT, CASET COTT, CONTENTIONS AS DEDGE P.O. BOX 10022*PHONE 243-6601*AFBCQUERQUE, NEW MEXICO 87108

MR. HATCH: Case 4593 does not appear on the docket, but it was left off through inadvertence.

MR. UTZ: Is that going to be continued?

MR. HATCH: Yes.

MR. UTZ: Case 4593.

MR. HATCH: Case 4593 --

MR. KELLAHIN: It appeared on the docket for November 17, 1971. It was the application of Continental Oil Company for an exception to Order Number R-3221 as amended, Chaves County, New Mexico. It was continued to December 15, but through inadvertence was left off the docket, and the applicant has requested that the case be continued.

MR. UTZ: Do you have a date he would like to have the case continued to, any regular Examiner Hearing on a regular date?

MR. HATCH: The first Examiner Hearing in February, February 16.

MR. UTZ: Case 4593 will then be continued to February 16, 1972.

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

STATE OF NEW MEXICO SS COUNTY OF BERNALILLO

I, RICHARD STURGES, 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.

209 SIMMS BLDG. + P.O. BOX 1092 + PHONE 243-6691 + ALBUQUERQUE, NEW MEXICO 87103 First national bank bldg. East + Albuquerque, new mexico 87108 15 16 17 18 19 20 21 22 23

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New Mexico Oil Connervation Considerion

SPECIALIZING IN DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS
209 SIMMS BLDG. • P.O. BOX 1092 • PHONE 249-6691 • ALBUQUERQUE, NEW MEXICO 87109
FIRST NATIONAL BANK BLDG. EAST • ALBUQUERQUE, NEW MEXICO 87108

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
November 17, 1971

IN THE MATTER OF:

Application of Continental)
Oil Company for water)
disposal, Chaves County,)
New Mexico)

Case No. 4593

BEFORE: Elvis Utz, Examiner

TRANSCRIPT OF HEARING

CASE 4593:

MR. HATCH: Case 4593: Application of Continental Oil Company for an exception to Order No. R-3221, as amended, Chaves County, New Mexico.

The applicant has requested this case be continued to December 15, 1971.

HEARING EXAMINER: Case 4593 will be continued to December 15, 1971.

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STATE OF NEW MEXICO COUNTY OF BERNALILLO

I, RICHARD STURGES, Certified Shorthand Reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oll 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.

SPECIALIZING IN DEPOSITIONS, HEARINGS, STATEMENTS, EXPLAT TESTIMONY, DAILY COPY, CONVENTIONS 200 SIMMS BLDG. & P.O. BOX 1092 & PHONE 243-6691 & ALBUQUERQUE, NEW MEXICO 87103 First national bank bldg. East & Albuquerque, new mexico 87108 13 14 15 16 17 18 19 20 21 22 23 24

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dearnley-meier reporting service, inc.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
ROSWELL, New MEXICO

October 13, 1971 Examiner Hearing

IN THE MATTER OF:

Case No. 4593

Application of Continental Oil)
Company for an exception to)
Order No. R-3221, as amended,)
Chaves County, New Mexico.)

BEFORE: DANIEL S. NUTTER, EXAMINER

TRANSCRIPT OF HEARING



MR. NUTTER: We will call next Case No. 4593.

MR. HATCH: Case 4593. Application of Continental Oil Company for an exception to Order No. R-3221 as amended, Chaves County, New Mexico.

MR. KELLAHIN: If the Examiner please, Jason Kellahin appearing for the applicants. We would request that that case be continued to either the November or December hearing.

MR. HATCH: There will be a date on November 10 and 17th of November.

MR. KELLAHIN: The 17th would be more suitable.

MR. NUTTER: Case No. 4593 will be continued to the Examiner Hearing to be held at 9:00 o'clock A.M., November 17, Oil Conservation Commission conference room, State Land Office Building, Santa Fe, New Mexico.

New Bexton 011 Conservation Commission

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STATE OF NEW MEXICO COUNTY OF BERNALILLO) 3 I, LINDA MALONE, Court Reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability. 10 11 12 13 14 15 16 17 18 19 20 21 I so hereby vertify that the florestry in a recommon perpul of the productives the Assainer bearing of June Co.. 22 23 - Reseiner dearnley-meier reporting service, inc.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
September 15, 1971

EXAMINER HEARING

IN THE MATTER OF:

Application of Continental Oil Company for an exception to Order No. R-3221, as amended, Chavez County, New Mexico

Case No. 4593

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING



MR. NUTTER: Case No. 4593.

MR. HATCH: Case No. 4593. Application of Continental Oil Company for an exception to Order No. R-3221 as amended, Chavez County, New Mexico.

The Commission has received a request from the Applicant that this case be continued to the Hearing to be held October 13th, which I believe is in Roswell, New Mexico.

MR. NUTTER: Case No. 4593 will be continued to the Hearing scheduled to be held at 9:00 o'clock A.M. October 13, 1971 at the Roswell Inn in Roswell, New Mexico.

STATE OF NEW MEXICO)
COUNTY OF SANTA FE)

I, RICHARD L. NYE, 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 the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

COURT REPORTER

My commission expires March 25, 1975

I do hereby certify that the foregoing is a complete record of the presentings in the Presenting of Care Ro. 42.7.2

New Mexico Oil Conservation Commission

dearnley-meier reporting service, inc.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
Examiner Hearing

September 1, 1971

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.

Case No. 4539

BEFORE: ELVIS A. UTZ, EXAMINER

TRANSCRIPT OF HEARING

MR. UTZ: Case 4539.

MR. HATCH: Case 4539. 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 certain wells in Lea County, New Mexico, should not be plugged and abandoned in accordance with the Commission's approved plugging program.

And the Commission has received requests from certain interested parties that the case be continued to October the 13th. This was requested pending a decision from the Supreme Court concerning this lease, which the decision has been rendered now, but the people involved have been notified that the case would be continued to October the 13th.

MR. UTZ: Case 4539 will be continued to October 13th.

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO)

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

Court Reporter

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New Mexico Oil Conservation Octainsolon



OIL CONSERVATION COMMISSION

GOVERNOR BRUCE KING CHAIRMAN

STATE OF NEW MEXICO P. O. BOX 2088 - SANTA FE LAND COMMISSIONER ALEX J. ARMIJO MEMBER

87501

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

January 21, 1972

Mr. Jason Kellahin Kellahin & Fox Attorneys at Law Post Office Box 1769 Santa Fe, New Mexico		Order No. R-4243	
		Applicant: Continental Oil Company	
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Dear Sir:	19 ₆ \$		
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Enclosed herewith are two Commission order recent!	- ·		
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	Very t	ruly yours,	
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Copy of order also sent	A. L. Secret	PORTER, Jr.	

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. 4593 Order No. R-4243

APPLICATION OF CONTINENTAL OIL COMPANY FOR AN EXCEPTION TO ORDER NO. R-3221, AS AMENDED, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on December 15, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz, and was continued to February 16, 1972.

NOW, on this 20th day of January, 1972, the Commission, a quorum being present, having considered the record, 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. 4593 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

BRUCE KING, CHaliman

ALEX J. ARMIJO, Member

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

SEAL

dr/



L. P. Thompson Division Manager Production Department Hobbs Division Western Hemisphere Petroleum Division Continental Oil Company P. 0. 460 1001 North Turner Hobbs, New Mexico 88240 (505) 393-4141

PECEIVED

OIL CONSERVATION COMM.

November 16, 1971

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

Attention Mr. A. L. Porter, Jr. Secretary Director

Gentlemen:

Case No. 4593 } Exception to Order No. R-3221

Case No. 4593 has been continued from time to time since the only well on our W. R. Means Lease still is not producing water. We are expecting to drill at least one more well in the near future and consequently feel that there may be need to proceed with this matter at that time. It is respectfully requested that Case No. 4593 be continued to your December 15, 1971, Examiner Hearing.

Yours very truly,

Mampson

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cc:

RLA: JJB: JWK;

DOCKET MARES

Date 12-3-7/

Docket No. 20-71

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 15, 1971

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 A. L. Porter, Jr., Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for October, 1971, from fifteen prorated pools in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico;
 - (2) Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba, and Sandoval Counties, for October, 1971.
- CASE 4222 (Reopened): In the matter of Case 4222 being reopened pursuant to the provisions of Order No. R-3850-A, which order continued 80-acre spacing units for the West Sawyer-San Andres Pool, Lea County, New Mexico, for an additional one-year period. All interested parties may appear and show cause why said pool whould not be developed on 40-acre spacing units and present evidence as to whether or not said pool is in fact an associated reservoir.
- CASE 4588: Application of V. H. Westbrook for a pressure maintenance project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project by the injection of water into the Delaware formation through his Guy A. Reed Well No. 2 located in Unit L of Section 24, Township 24 South, Range 28 East, Malaga-Delaware Pool, Eddy County, New Mexico.
- CASE 4589: Application of Anadarko Production Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Burnham Grayburg San Andres Unit Area comprising 480 acres, more or less, of state lands in Section 2, Township 17 South, Range 30 East, Square Lake Field, Eddy County, New Mexico.
- CASE 4590: Application of Wolfson Oil Company, MKA Oil Properties, John H. Hendrix, and Bruce A. Wilbanks for a special gas-oil ratio limitation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks as an exception to Rule 506 of the Commission Rules and Regulations, a limiting gas-oil ratio of 6,000 cubic feet of gas per barrel of oil in the Drinkard Pool, Lea County, New Mexico.
- CASE 4591: Application of American Quasar Petroleum Company of New Mexico for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill an exploratory gas well at an unorthodox location 660 feet from the South and East lines of Section 21, Township 25 South, Range 33 East, Lea County, New Mexico, to test the Devonian, Pennsylvanian, and Wolfcamp formations within one mile of the Red Hills Field.

Examiner Hearing September 15, 1971

Docket No. 20-71

CASE 4592:

Application of Gulf Oil Corporation for amendment of order permitting commingling of production, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-4079, which order authorized the applicant to commingle production from the Hobbs (Grayburg-San Andres) and Hobbs-Blinebry Pools on its W. D. Grimes NCT-B Lease and to commingle production from said lease with the Hobbs (Grayburg-San Andres) Pool on its W. D. Grimes NCT-A lease, located in Sections 32 and 33, Township 18 South, Range 38 East, Lea County, New Mexico. Applicant seeks to allocate production to each lease and pool on the basis of bimonthly tests rather than monthly tests.

CASE 4593:

Application of Continental Oil 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, to dispose of water produced by wells located on its W. R. Means lease comprising the S/2 and NW/4 of Section 28, and E/2 and E/2 W/2 of Section 29, Township 14 South, Range 30 East, Vest Ranch-Queen Pool, Chaves County, New Mexico, in unlined surface pits.

CASE 4594:

Application of Continental Oil Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its second well on a proration unit at an unorthodox location 660 feet from the South line and 2540 feet from the East line of Section 19, Township 26 South, Range 37 East, Scarborough Yates-Seven Rivers Pool, Lea County, New Mexico.

CASE 4595:

Application of Continental Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from undesignated Gallup and Dakota oil pools in the wellbores of two wells to be drilled in Section 27, Township 25 North, Range 4 West, West Lindrith Field, Rio Arriba County, New Mexico. Applicant further seeks the establishment of a procedure whereby similar approval may be granted administratively for other wells to be drilled in said area.

CASE 4597:

Application of Morris R. Antweil for lease commingling and off-lease storage, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle condensate produced from his Little Jewel Well No. 1 and Allen Well No. 1 located in Units F and J, respectively,

Examiner Hearing September 15, 1971 -3-

Docket No. 20-71

(Case 4597 continued)

well.

of Section 31, Township 22 South, Range 27 East, and from his Joell Well No. 1 located in Unit C of Section 6, Township 23 South, Range 27 East, South Carlsbad-Strawn Gas Pool, Eddy County, New Mexico, after separation and measurement of the liquids from each well.

CASE 4583: (Continued from the August 18, 1971, Examiner Hearing)
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

CASE 4596: Southeastern New Mexico nomenclature case calling for an order for the creation, extension and abolishment of certain pools in Lea, Eddy, and Chaves County, New Mexico.

(a) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Strawn production and designated as the South Hackberry-Strawn Pool. The discovery well is the Perry R. Bass Big Eddy Unit No. 33 located in Unit P of Section 4, Township 20 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 31 EAST, NMPM SECTION 4: SE/4 SE/4

(b) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Maroon Cliffs-Morrow Gas Pool. The discovery well is the Perry R. Bass Big Eddy Unit No. 7 located in Unit O of Section 19, Township 20 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 31 EAST, NMPM SECTION 19: S/2

(c) Create a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production and designated as the McDonald-Pennsylvanian Pool. The discovery well is the J. M. Huber Corporation Griffin No. 1 located in Unit A of Section 4, Township 14 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 36 EAST, NMPM SECTION 4: NE/4

(d) Abolish the Northwest Vacuum-Abo Pool in Lea County, New Mexico, described as:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 2: SW/4
SECTION 3: NE/4 SE/4

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

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 2: SW/4 SECTION 3: SE/4

(f) Extend the Blinebry Oil Pool in Lea County, New Mexico, to include otherein:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM SECTION 36: NE/4

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SECTION 8: NW/4

(g) Extend the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH RANGE 26 EAST, NMPM SECTION 25: S/2

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM SECTION 30: S/2 SECTION 31: W/2

(h) Extend the South Carlsbad-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

Docket No. 20-71

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM SECTION 30: S/2

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

TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM SECTION 25: NW/4 SE/4

(j) Extend the Eagle Creek-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM SECTION 22: W/2

(k) Extend the Flying "M"-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM SECTION 9: NE/4

(1) Extend the Flying "M"-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM SECTION 9: W/2, NE/4 and N/2 SE/4

(m) Extend the Grayburg Jackson Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM SECTION 18: S/2 NW/4

(n) Extend the Langlie-Mattix Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM SECTION 20: NW/4 and NW/4 SW/4

(o) Extend the Power Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM SECTION 1: NE/4 NE/4

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM SECTION 6: SW/4 NW/4

Examiner Hearing September 15, 1971

Docket No. 20-71

(Case 4596 continued)

(p) Extend the East Shoebar-Devonian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM SECTION 29: SW/4 SECTION 30: SE/4

(q) Extend the North Vacuum-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 12: S/2 SECTION 14: S/2 SECTION 23: N/2

(r) Extend the North Vacuum-Lower Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 4: NW/4

(s) Extend the Northwest Vacuum-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 5: SE/4

(t) Extend the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM

SECTION 2: S/2 and NW/4

SECTION 3: NE/4

SECTION 7: S/2

SECTION 10: E/2

SECTION 11: N/2

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W. R. Means Kenne See 28, T145, R30E Vest Rauch Queen Paul Chaves Co.

5/2 4 NW/4 Sec 28 exception for lutin leone -

(conoco)

L.P. Thompson
Division Manager
Production Department
Hobbs Division

Western Hemisphere Petroleum Division Continental Oil Company P. 0. 460 1001 North Turner Hobbs, New Mexico 88240 (505) 393-4141

A STATE OF THE STA

August 27, 1971

Case 45 93

New Mexico 011 Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Attention Mr. A. L. Porter, Jr. Secretary Director

Gentlemen:

Application for Exception to Order R-3221 - W. R. Means Lease - Vest Ranch, Queen Pool, Chaves County, New Mexico

Enclosed in triplicate is our application for exception to Order R-3221, for our W. R. Means Lease in the Vest Ranch, Queen Pool. Please set this matter for hearing on the September 15, 1971, Examiner Docket.

Yours very truly,
Mampson

rw

Enc

CC:

RLA: JJB: JWK:

for Oct. 13th

10-1-71

DOCKET MARED

+-11-4-71

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONTINENTAL OIL COMPANY FOR EXCEPTION TO ORDER NO. R-3221, TO PERMIT DISPOSAL OF PRODUCED WATER INTO AN UNLINED SURFACE PIT ON ITS W. R. MEANS LEASE IN SECTION 28, TOWNSHIP 14 SOUTH, RANGE 30 EAST, VEST RANCH, QUEEN POOL, CHAVES COUNTY, NEW MEXICO.

Orac 4593

APPLICATION

Continental Oil Company, Applicant, hereby requests exception to Order

No. R-3221 for approval to produce into an unlined surface pit water

produced from its wells on the W. R. Means Lease located in Section 28, Township

14 South, Range 30 East, Chaves County, New Mexico in the Vest Ranch, Queen

Pool, and in support thereof would show:

- Applicant is the owner of the W. R. Means Lease consisting of S/2 and NW/4 of Section 28, and E/2 and E/2 W/2 Section 29, Township 14 South, Range 30 East, Chaves County, New Mexico.
- 2. Applicant has drilled and completed its W. R. Means Well No. 2 as an oil well in the Vest Ranch, Queen Pool at a location 2310' from the south line and 2310' from the east line of said Section 28.
- 3. Said well is indicated to produce small quantities of water, and it is anticipated that other wells to be drilled on the lease will also produce some water.
- 4. There is presently no practical means of disposing of said produced water except in surface pits.
- 5. Evidence available to applicant indicates that there will be no contamination to fresh water sources in the area of said lease by utilizing unlined surface pits.
- 6. That the granting of this application will not cause waste nor impair correlative rights.

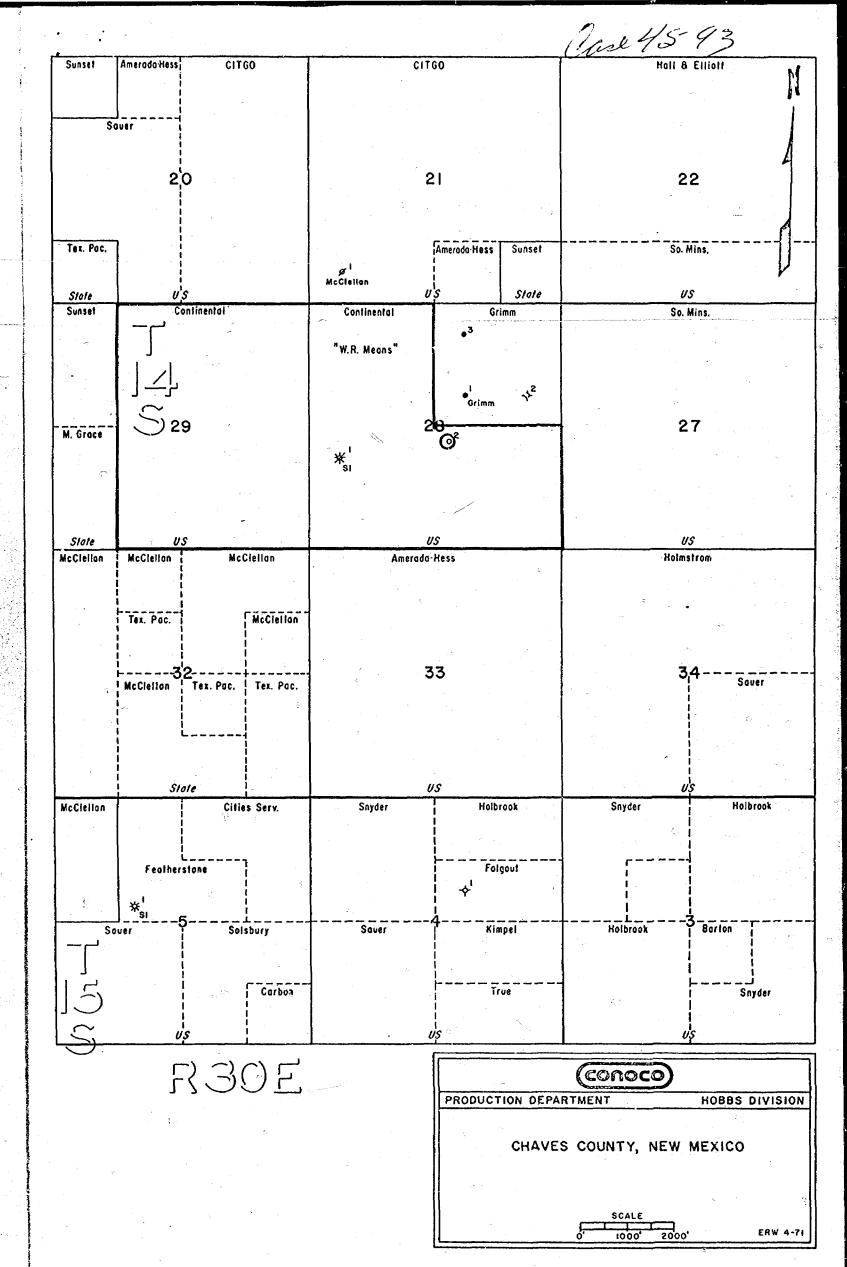
WHEREFORE, Applicant requests this matter be set for hearing before the Commission's duly appointed Examiner and that upon hearing an order be entered granting an exception to Order R-3221 and authorizing the use of an unlined surface pit as described above.

Respectfully submitted,

CONTINENTAL OIL COMPANY

. P. Thompso

rw



DRAFT

GMH/dr

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE No. 4593

Order No. R-4243

APPLICATION OF CONTINENTAL OIL COMPANY FOR AN EXCEPTION TO ORDER NO. R-3221, AS AMENDED, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on December 15, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz, and was continued to February 16, 1972.

NOW, on this day of January, 192, the Commission, a quorum being present, having considered the record and when the premises, 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. 4593 is hereby dismissed.

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

CASE 4594: Appli. of CONTINENTAL FOR AN UNORTHODOX OIL WELL LOCATION, LEA COUNTY, N. MEX.