# Case Number 4653

Application
Trascripts

Small Exhibits

ETC.

CASE 4653: Application of ODESSA NATURAL FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

The Hearing will come to order, please.

We have one dismissal and three continuances, which I will

MR. HATCH: Case 4653: Application of Odessa Natural

specializing in: Depositions, Hearings, Statements, Expert testinony, Daily copy, Conventions

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Corporation for compulsory pooling, San Juan County, New Mexico.
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                      The applicant has requested the case be dismissed.
         7
                              MR. UTZ: Case 4653 will be dismissed, as requested by
         8
            the applicant.
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209 SIMMS BLDG.4 P.O. BOX 1092-PHONE 245-6691-ALBUQUERQUE, NEW MEXICO 87105
First national bank bldg. East-Albuquerque, new mexico 87108
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3 call at this time.

Case 4653:

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

6 7 10 11 12 209 SIMMS BLDG. • P.O. BOX 1092 • PHONE 245-6691 • ALBUQUERQUE, NEW MEXICO 87103 First national bank bldg. East • Albuquerque, new mexico 87108 íŝ 14 15 16 17 18 19 20 21 22 23 24

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1 STATE OF NEW MEXICO )

COUNTY OF BERNALILLO)

I, RICHARD STURGES, a Certified Shorthand 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.

) 39.

CERTIFIED SHORTHAND REPORTER

I do hareby certify that the foregoing in a secretate record of the prosperious 2, the becalant hearing of Care to \$2.5.3.

New Mexico 011 Conservation Consession



### **OIL CONSERVATION COMMISSION**

STATE OF NEW MEXICO P. O. BOX 2988 - SANTA FE 87501

February 8, 1972

GOVERNOR BRUCE KING CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER

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

Re:	Case No	4653	
Mr. Charles Spann Grantham, Spann, Sanchez & Rager	Order No.	R-4251	
Attorneys at Law Post Office Box 1031	Applicant:		
Albuquerque, New Mexico 87103	Odessa Nat	ural Corporation	

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 orde	r also sent to:	•	
Hobbs OCCArtesia OCC	<b>X</b>		
Aztec OCC	x		
Other			

### 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. 4653 Order No. R-4251

APPLICATION OF ODESSA NATURAL CORPORATION FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 2, 1972, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 8th day of February, 1972, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

### PINDS:

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

### IT IS THEREFORE ORDERED:

That Case No. 4653 is hereby dismissed.

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

OIL CONSERVATION COMMISSION

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

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STATE OF NEW MEXICO

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

GRANTHAM, SPANN, SANCHEZ & RAGER 914 BANK OF NEW MEXICO BUILDING N 3 ALBUQUERQUE, NEW MEXICO 87101

EVERETT M. GRANTHAM

CHARLES C. SPANN MAURICE SANCHEZ R. RUSSELL RAGER

1902-1970

January 26, 1972

POST OFFICE BOX 1031 COMPALBUQUERQUE, N. M. 67103 TELEPHONE 243-3525

Mr.A. LPorter, Jr., Secretary-Director Oil Conservation Commission State of New Mexico Land Office Building Santa Fe, New Mexico 87501

Case No. (4653 - Application of Odessa Natural Corporation for Compulsory Pooling Order -San Juan County, New Mexico

Dear Mr. Porter:

Please be advised that all interest owners have voluntarily agreed to pooling their interests in the property described in the above application, and accordingly it will not be necessary that a hearing be held on the application of Odessa Natural Corporation. Would you please vacate the Examiner Hearing heretofore set for 9:00 A.M. on February 2, 1972?

Respectfully yours,

for GRANTHAM, SPANN, SANCHEZ & RAGER

CCS:g

CC: Mr. Roland L. Hamblin, Manager Land Department Odessa Natural Corporation P. O. Box 3908 Odessa, Texas 79760

### DOCKET: EXAMINER HEARING - WEDNESDAY - FEBRUARY 2, 1972

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 4497 (Reopened):

In the matter of Case 4497 being reopened pursuant to the provisions of Order No. R-4102, which order established special rules and regulations for the Twin Lakes-San Andres Pool, Chaves County, New Mexico, including provisions for the classification of oil and gas wells and the establishment of a gas-oil ratio limitation of 4,000 cubic feet of gas for each barrel of oil. All interested persons may appear and show cause why the gas-oil ratio limitation should not be reduced and why the special rules and regulations should not be discontinued.

CASE 4652: Application of Gulf Oil Corporation for a waterflood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Central Drinkard Unit Area Waterflood Project, Drinkard Pool, by the injection of water through 15 additional wells in Sections 28, 29, 31, 32 and 33 of Township 21 South Range 37 East, Lea County, New Mexico.

CASE 4653:

Application of Odessa Natural Corporation for compulsory pooling, San Juan 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 Dakota formation underlying the E/2 of Section 36, Township 26 North, Range 11 West, Basin-Dakota Pool, San Juan County, New Mexico. Said acreage to be dedicated to a well to be drilled to the Dakota formation at a location 1600 feet from the North line and 1,000 feet from the East line of said Section 36. 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 the supervision of said well.

CASE 4654: Application of Midwest Oil Corporation for two-nonstandard gas spacing units and well locations, Eddy County New Mexico. Applicant, in the above-styled cause, seeks approval for two 299-acre gas spacing units comprising the N/2 and the S/2 of Section 6, Township 18 South, Range 29 East, undesignated Morrow gas pool, Eddy County, New Mexico. Said N/2 to be dedicated to a well located at an unorthodox location 1830 feet from the North line and 1639

Examiner Hearing - February 2, 1972 -3-

Docket No. 3-72

(Case 4619 continued)

be drilled to the Morrow formation at a location 1980 feet from the North and East lines of said Section 25. 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 of supervision of said well.

(Continued from the January 5, 1972, Examiner Hearing) CASE 4620: Application of Corinne Grace for compulsory pooling. Eddy County, New Mexico. Applicant, in the abovestyled 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 of Section 24. Township 22 South, Range 26 East, which acreage is in the vicinity of the South Carlsbad-Morrow Gas Pool, Eddy County. New Mexico. Said acreage to be dedicated to a well to be drilled to the Morrow formation at a location 1980 feet from the North and East lines of said Section 24. 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.

RECLIVED JAN 1 4 1972 OII. CONSERVATION COMM.

ALBUQUERQUE, N. M. 87103

TELEPHONE 243-3525 AREA CODE 505

ATTORNEYS AT LAW 914 BANK OF NEW MEXICO BUILDING ALBUQUERQUE, NEW MEXICO 87101

GRANTHAM, SPANN, SANCHEZ & RAGER

EVERETT M. GRANTHAM 1902-1970

CHARLES C. SPANN MAURICE SANCHEZ R. RUSSELL RAGER

January 13, 1971

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

Petition for Compulsory Pooling, San Juan County, New Mexico -Odessa Natural Corporation

Dear Mr. Hatch:

Answering your letter of January 12, 1972, listed below is the information you requested:

Atom, Inc. P. O. Box 1109 Farmington, New Mexico 87401

Atlas Minerals Oil and Gas Division 707 National Bank of Tulsa Building Tulsa, Oklahoma 74103

Koch Industries, Inc. P. O. Box 2256 Wichita, Kansas 67201

If further information is required, please let us know.

Very truly yours,

GRANTHAM, SPANN, SANCHEZ & RAGER

CCS:g

1/14/72

GEORGE - I've already taken these addresses to send them dockets - thanks.

Ida

184 Can 4653

Joelets milet 1/20/72

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

Can 4653

January 12, 1972

Grantham, Spann, Sanchez & Rager Attorneys at Law 914 Bank of New Mexico Building Albuquerque, New Mexico 87101

Attention: Mr. Charles C. Spann

Re: Petition for Compulsory Pooling, San Juan County, New Mexico

Gentlemen:

DOCKER MARKO

Please send addresses for Kock Industries, Inc., Atlas Minerals, and Atom post / 20-72 Inc.

Yours very truly,

GEORGE M. HATCH Attorney

GMH/dr

DOCKET MARKED

RECEIVED

JAN L 0 1972

GRANTHAM, SPANN, SANCHEZ & RAGER

ATTORNEYS AT LAW

CONGERVATION COMMI

914 BANK OF NEW MEXICO BUILDING ALBUQUERQUE, NEW MEXICO 87101

EVERETT M. GRANTHAM 1902-1970

CHARLES C. SPANN MAURICE SANCHEZ R. RUSSELL RAGER

January 7, 1972

POST OFFICE BOX 1031 ALBUQUERQUE, N. M. 87103

TELEPHONE 243-3525 AREA CODE 505

Mr. Al Porter, Jr., Secretary-Director Oil Conservation Commission State of New Mexico Land Office Building Santa Fe, New Mexico 87501

Can 11653

Dear Mr. Porter:

I am enclosing herewith for filing, three copies of the Petition of Odessa Natural Corporation for a pooling order covering the East 1/2 of Section 36, Township 26 North, Range 11 West, San Juan County, New Mexico.

I would appreciate it if this could be placed on the February 2nd examiner docket.

for

GRANTHAM, SPANN, SANCHEZ & RAGER

CCS:g Encl. 3

CC: Mr. Roland L. Hamblin, Manager

Land Department

Odessa Natural Corporation

P. O. Box 3908

Odessa, Texas 79760

### RECEIVED

JAN1 0 1972

CH CONSERVATION COMM,

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE PETITION OF )
ODESSA NATURAL CORPORATION FOR )
AN ORDER POOLING THE OWNERS )
INTERESTS IN THE EAST 1/2 OF SECTION 36, TOWNSHIP 26 NORTH, RANGE )
11 WEST, SAN JUAN COUNTY, NEW )
MEXICO. )

### PETITION

ODESSA NATURAL CORPORATION hereinafter called petitioner, alleges and states:

1. That the mineral interest, including oil and gas, in and under the East 1/2 of Section 36, Township 26 North, Range 11 West, San Juan County, New Mexico is owned as follows:

Odessa Natural Corporation North 1/2 of the North-east 1/4,
South-east 1/4 of the North-east 1/4,
North-east 1/4 of the South-east 1/4, and the
South-west 1/4 of the South-east 1/4;

Kock Industries, Inc. and Atlas Minerals -South-east 1/4 of the South-east 1/4, and the North-west 1/4 of the South-east 1/4;

Atom, Inc. South-west 1/4 of the North-east 1/4.

2. That petitioner proposed to drill a well to develop and produce from the Dakota formation in and under said tract, said well to be located 1600 feet from the North line and 1,000 feet from the East line of said Section 36, and to be known as the

Burroughs State No. 2 Well. The area is being drilled and developed with 320 acre spacing under the rules and regulations of the Commission.

3. That the petitioner has been unable to obtain the consent to the drilling of said well from the following owners:

Kock Industries, Inc. Atlas Minerals.

4. An order of the Commission pooling the respective owner's interest in said pro-ration unit is required to avoid drilling of unnecessary wells, to protect correlative rights, to prevent waste, and afford the petitioner the opportunity to recover, without unnecessary expense, his just and fair share of the oil or gas, or both, under said tract.

WHEREFORE, petition requests that the matter be set for hearing on the next scheduled examiner docket, and that thereafter, the commission enter its Order granting the petition.

GRANTHAM, SPANN, SANCHEZ & RAGER

Attorneys for Pekitioner

914 Bank of New Mexico Building Albuquerque, New Mexico 87101

Telephone: 243-3525

DRAFT

GMH/ar

## 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.

4653

Order No. R-4257

APPLICATION OF ODESSA NATURAL CORPORATION FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 2, 1972 at Santa Fe, New Mexico, before Examiner Daniel 5. Nutter 6. A. U.

NOW, on this <u>day of February</u>, 1972, 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. 4653 is hereby dismissed.

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