

Case Number

4867

Application
Transcripts.

Small Exhibits

ETC.

dearnley, meier & mc cormick reporting service

200 SIMMS BLDG., P.O. BOX 1012, PHONE 243-6691, ALBUQUERQUE, NEW MEXICO 87103
1210 FIRST NATIONAL BANK BLDG. EAST, ALBUQUERQUE, NEW MEXICO 87106

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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO
Wednesday, November 29, 1972

EXAMINER HEARING

IN THE MATTER OF:

Application of Superior Oil Company for
compulsory pooling, Eddy County, New
Mexico.

)
)
)
) Case No. 4867
)
)

BEFORE: Richard L. Stamets,
Examiner

TRANSCRIPT OF HEARING

1 MR. STAMETS: Call next Case 4867, application of
2 Superior Oil Company for compulsory pooling, Eddy County, New
3 Mexico.

4 The applicant has requested that Case 4867 be
5 dismissed and an order will be issued dismissing such case.

6 I would like to point out that due to the weather,
7 Case 4866 will probably be delayed until 11:00 o'clock.

8 Case 4835 will be delayed until after lunch.
9
10
11
12

13 STATE OF NEW MEXICO)
14) ss
15 COUNTY OF BERNALILLO)

16 I, JOHN DE LA ROSA, a Court Reporter, in and for the
17 County of Bernalillo, State of New Mexico, do hereby certify
18 that the foregoing and attached Transcript of Hearing before the
19 New Mexico Oil Conservation Commission was reported by me; and
20 that the same is a true and correct record of the said
21 proceedings to the best of my knowledge, skill and ability.

22 I do hereby certify that the foregoing is
23 a complete record of the proceedings in
24 the Examined hearing of Case No. 4867
25 heard by me on Nov 29, 1972.
Richard L. Stewart, Examiner
New Mexico Oil Conservation Commission

John De La Rosa
COURT REPORTER



OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501

December 1, 1972

**GOVERNOR
BRUCE KING
CHAIRMAN**

**LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER**

**STATE GEOLOGIST
A. L. PORTER, JR.**

SECRETARY - DIRECTOR

Mr. Richard S. Morris
Montgomery, Federici, Andrews,
Hanna & Morris
Attorneys at Law
Post Office Box 2307
Santa Fe, New Mexico

Re: Case No. 4867
Order No. R-4446
Applicant:
Superior Oil Company

Dear Sir:

Dear Sir:

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

very truly yours,

Very truly,
A. L. Porter, Jr.
A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC _____ x
 Artegaia OCC _____ x
 Aztec OCC _____

other

J. O. SETH (1883-1963)

A. K. MONTGOMERY
WM. R. FEDERICI
FRANK ANDREWS
FRED C. HANNAHS
RICHARD S. MORRIS
SUMNER G. BUELL
SETH D. MONTGOMERY
FRANK ANDREWS III
OWEN M. LOPEZ
JEFFREY R. BRANNEN
JOHN BENNETT POUND

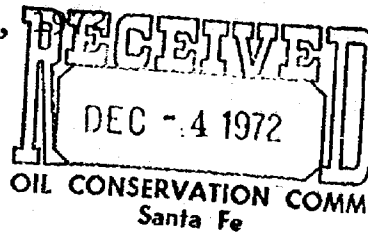
MONTGOMERY, FEDERICI, ANDREWS, HANNAHS & MORRIS

ATTORNEYS AND COUNSELORS AT LAW

350 EAST PALACE AVENUE
SANTA FE, NEW MEXICO 87501

POST OFFICE BOX 2307
AREA CODE 505
TELEPHONE 982-3876

November 28,



The New Mexico Oil
Conservation Commission
State Land Office Building
Santa Fe, N.M. 87501

Re: New Mexico Oil Conservation Case No. 4867;
Examiner Hearing of November 29, 1972

Gentlemen:

Since the filing of the Application for Compulsory Pooling in the subject case, Superior Oil Company has been able to obtain voluntary agreement among the various interests and accordingly, on behalf of Superior Oil Company, we request that the subject case be dismissed.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Richard S. Morris".

RSM:F
5086-72-20

cc: Mr. T. D. Clay
Petroleum Engineer
The Superior Oil Company
P.O. Box 1900
Midland, Texas 79701

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. 4867
Order No. R-4446

APPLICATION OF SUPERIOR OIL
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 29,
1972, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 1st day of December, 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. 4867 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
BRUCE KING, Chairman

Alex J. Armijo
ALEX J. ARMIJO, Member

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

S E A L

dr/

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 29, 1972

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

The following cases will be heard before Richard L. Stamets, Examiner, or Elvis A. Utz, Alternate Examiner:

CASE 4854: (Continued from the November 1, 1972 Examiner Hearing)

Application of Dugan Production Corporation to commingle gas production prior to metering, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle gas produced from wells located in Sections 25, 26, 35, and 36, Township 28 North, Range 15 West, undesignated Pictured Cliffs gas pool, San Juan County, New Mexico, prior to metering said gas, as an exception to Rule 403 of the Commission Rules and Regulations.

CASE 4860: (Continued from the November 14, 1972 Examiner Hearing)

Application of Craig Folsom for an unorthodox oil well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well to test the Queen formation at an unorthodox oil well location 1340 feet from the South line and 1300 feet from the East line of Section 12, Township 13 South, Range 31 East, Caprock-Queen Pool, Chaves County, New Mexico.

CASE 4857: (Continued to November 29, 1972 Examiner Hearing)

Application of Perry R. Bass for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for his Big Eddy Well No. 7 located 660 feet from the South line and 1980 feet from the East line of Section 19, Township 20 South, Range 31 East, Maroon Cliffs-Morrow Gas Pool, Eddy County, New Mexico, with the E/2 of said Section 19 to be dedicated to the well.

CASE 4866: Application of Roger C. Hanks for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the Devonian formation through perforations between 13,000 to 13,300 feet in his Graham Well No. 1 located in Unit F of Section 29, Township 16 South, Range 36 East, East Shoe Bar-Devonian Pool, Lea County, New Mexico.

CASE 4867: Application of Superior Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 of Section 7, Township 23 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico, to be dedicated to a

(Case 4867 continued from page 1)

well to be drilled 810 feet from the South line and 1980 feet from the West line of said Section 7. 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 4868: Application of The Wiser Oil Company 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 Drinkard formation through its Downes "D" Well No. 1 located in Unit K of Section 32, Township 21 South, Range 37 East, Drinkard Pool, Lea County, New Mexico.

CASE 4869: Application of Claude C. Kennedy for the amendment of Order No. R-4263 and for the revocation of Commission Order NSL-586, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-4263 to require that all wells drilled within the Lone Pine Dakota "D" Unit be drilled on locations no closer than 330 feet from the boundary of the quarter-quarter section in which any such well is located, and to prohibit the transfer of allowable to any well located closer than 1320 feet from the outer boundary of the unit area. Applicant further requests the revocation of Commission Order No. NSL-586 dated November 1, 1972, which order authorized Tenneco Oil Company to drill its proposed Lone Pine Dakota "D" Unit No. 29 well at a location 2300 feet from the South line and 1450 feet from the West line of Section 8, Township 17 North, Range 8 West, Lone Pine-Dakota "D" Oil Pool, McKinley County, New Mexico.

CASE 4835: (Continued and readvertised)

Application of Texas Oil & Gas Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Pennsylvanian formation underlying the S/2 of Section 13, Township 22 South, Range 26 East, South Carlsbad Field area, Eddy County, New Mexico, to be dedicated to a well to be drilled 660 feet from the South line and 1980 feet from the East line of said Section 13. 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 4870: Application of Sun Oil Company for an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its proposed U. D. Sawyer Well No. 10 at an unorthodox location 986 feet from the South line and 1000.5 feet from the East line of Section 27, Township 9 South, Range 36 East, Crossroads-Devonian Pool, Lea County, New Mexico.

CASE 4871: Application of Samedan Oil Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Langlie-Mattix "B-4" Penrose (Queen) Unit Area, comprising 240 acres, more or less, of Federal lands in Sections 17 and 18, Township 23 South, Range 37 East, Lea County, New Mexico.

CASE 4872: Application of Samedan Oil Corporation 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 Queen formation through two wells in its Langlie-Mattix "B-4" Unit Area, Langlie-Mattix Pool, Lea County, New Mexico.

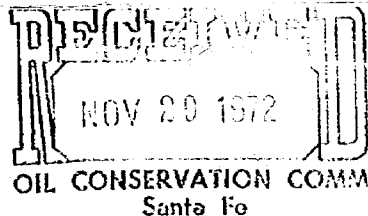
CASE 4862: (Continued and readvertised)

Application of Adobe Oil Company for a non-standard gas proration unit and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 520-acre non-standard gas proration unit comprising the NE/4, SE/4, E/2 SW/4, N/2 NW/4, and SE/4 NW/4 of Section 11, Township 23 South, Range 24 East, Rock Tank-Upper Morrow and Rock Tank-Lower Morrow Gas Pools, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the South line and 330 feet from the East line of said Section 11.

CASE 4863: (Continued and readvertised)

Application of C & K Petroleum Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be located 660 feet from the South and West lines, or in the alternative, 990 feet from the South line and 660 feet from the West line of Section 18, Township 18 South, Range 26 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico, to be dedicated to a standard proration unit comprising the S/2 of said Section 18.

CASE 4873: Application of Mountain States Petroleum Corporation for gas prorationing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the institution of gas prorationing in the West Atoka-Morrow Gas Pool, Eddy County, New Mexico.



November 23, 1972
615 South Aspen
Roswell, New Mexico 88201

Mr. A. L. Porter, Secretary-Director
Oil & Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

Re: Case #4867
Force Pooling of Mineral Interests in
S/2 Section 7, T23S, R27E
South Carlsbad Field
Eddy County, New Mexico

Dear Mr. Porter:

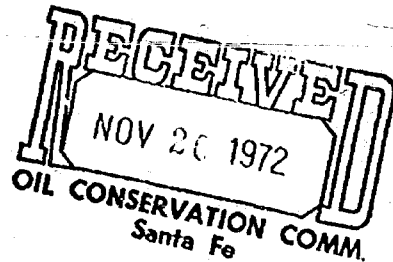
I am the owner of undivided $\frac{1}{2}$ -interest in 160 acres
Oil, Mineral, and Gas Rights, located in Section 7, T23S
R27E, South Carlsbad Field, Eddy County, New Mexico, now
under lease to Superior Oil Company.

I wish to state my position as being in favor of
Force Pooling and support Superior Oil Company in their
application for Force Pooling of all mineral interests
per Case #4867, and therefore in full agreement.

As a senior citizen I would like to see this area
developed in the near future.

Sincerely yours,

John T. Stephens Sr.
John T. Stephens, Sr.



1312 Westridge Rd.
Carlsbad, N. Mex. 88220
November 16, 1972

Mr. A.L. Porter
Secretary-Director
Oil and Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Porter:

I am the owner of an undivided half interest of the oil, mineral and gas rights to 160 acres located in Section 7, T23S, R27E. These rights are now leased to Superior Oil Company.

Eighty acres of this lease lies in the south half of Section 7 where the Superior and other working interests purpose to drill a well designated Stephens "A".

I am in favor of Forced Pooling for the south half of Section 7 and support the Superior Oil Company in their Forced Pooling Case 4867 which will be heard by your commission November 29, 1972.

Yours very truly,

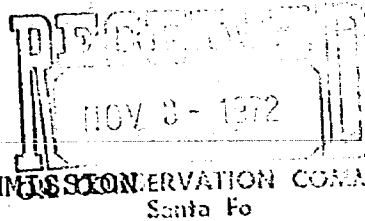
J.T. Stephens, Jr.
1312 Westridge Rd.
Carlsbad, N. Mex. 88220

cc: Mr. Terry D. Clay
Petroleum Engineer
The Superior Oil Company
P.O. Box 1900
Midland, Texas 79701

DOCKET MAILED

Date 11-21-72

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION



APPLICATION OF THE SUPERIOR
OIL COMPANY FOR COMPULSORY
POOLING SOUTH CARLSBAD-MORROW
GAS POOL, SOUTH CARLSBAD-
ATOKA GAS POOL, SOUTH CARLSBAD-
STRAWN GAS POOL, EDDY COUNTY,
NEW MEXICO

Case No. 4867

APPLICATION

Comes now the Superior Oil Company by its attorneys and applies to the New Mexico Oil Conservation Commission for an Order pooling all mineral interests in the South half of Section 7, Township 23 South, Range 27 East, Eddy County, New Mexico, for the purpose of forming a 317.68 acre proration and spacing unit in the South Carlsbad-Morrow Gas Pool, South Carlsbad-Atoka Gas Pool, and South Carlsbad-Strawn Gas Pool, and in support of its Application states:

1. Applicant is the operator and working interest owner under Oil and Gas Leases covering the SE/4 and the S/2 SW/4 of Section 7, Township 23 South, Range 27 East, Eddy County, New Mexico, comprising 238.78 acres, more or less.
2. Applicant proposes to drill a well upon the aforesaid acreage, and has staked a location therefor, 810 feet from the South line and 1980 feet from the West line of the said Section 7, which well is projected to the South Carlsbad-Morrow, Atoka and Strawn Gas Pools. Applicant is ready, willing and able to commence the drilling of the proposed well within a reasonable time following approval of this Application.
3. Applicant proposes to dedicate the S/2 of said Section 7, comprising 317.68 acres, more or less, to its proposed well, and has sought the joinder of all mineral interests therein for such purpose. Attached to this Application is a plat showing the

DOCKET MAILED

Date 11-17-72

Dockets to attached letter -

location of the proposed well, the acreage that would be dedicated to the proposed well and existing offset wells; also attached to this Application is a list of the names and addresses of all owners of working interest, overriding royalty and royalty interests in the S/2 of said Section 7, insofar as they are known to the Applicant.

4. Although the Applicant has attempted to obtain the voluntary agreement of all mineral interests for the drilling of the proposed well, there remain mineral interest owners who have not agreed to pool their interests and, therefore, the Applicant seeks an Order of the Commission pooling all mineral interests in the S/2 of the said Section 7, pursuant to Section 65-3-14 New Mexico Statutes Annotated, to form a 317.68 acre proration and spacing unit for the South Carlsbad-Morrow, Atoka and Strawn Gas Pools, to be dedicated to the proposed well.

5. The Order entered by the Commission should designate the Applicant as the operator of the proposed well and should provide a reasonable charge for supervision and for the risk involved in the drilling of the proposed well. The Applicant requests that 50% of the non-consenting working interest owners' prorata share of the cost of drilling and completing the well be fixed as the charge for the risk involved in the drilling of the proposed well.

6. Approval of this Application will protect correlative rights, prevent waste and avoid the drilling of unnecessary wells.

WHEREFORE, the Applicant requests that this Application be set for hearing before the Commission or one of its Examiners and that the Commission enter its Order of Compulsory Pooling as to all mineral interests in the S/2 of Section 7, Township 23 South, Range 27 East, South Carlsbad-Morrow, Atoka and Strawn Gas Pools,

Eddy County, New Mexico, in accordance with this Application.

MONTGOMERY, FEDERICI, ANDREWS,
HANNAHS & MORRIS

By Richard S. Morris

P.O. Box 2307
Santa Fe, N.M. 87501
Attorneys for The Superior Oil
Company.

THE SUPERIOR OIL COMPANY

STEPHENS "A" NO. 1
1980' FWL & 810' FSL
SECTION 7, T-23-S, R-27-E
SOUTH CARLSBAD FIELD
EDDY COUNTY, NEW MEXICO

Case 4867

Working Interest Ownership in 317.68 Acre Proration Unit comprising S/2
Section 7, T-23-S, R-27-E, is as follows:

	<u>No. Acres</u>	<u>Working Interest, %</u>
The Superior Oil Company ✓ P. O. Box 1900 Midland, Texas 79701 Attn: Mr. Terry Clay	238.78	75.16369
Pennzoil Company ✓ P. O. Box 1828 Midland, Texas 79701 Attn: Mr. J. E. Davidson	35.78	11.265
Gulf Oil Corporation ✓ P. O. Box 1150 Midland, Texas 79701 Attn: Mr. R. E. Griffith	18.76	5.90531
Wainoco, Inc. ✓ 1435 Bank of Southwest Bldg. Houston, Texas 77002 Attn: Mr. G. R. Diamond	14.01	4.4080
Mobil Oil Corporation ✓ P. O. Box 633 Midland, Texas 79701 Attn: Mr. John Howard	10.35	3.2580
TOTAL	<u>317.68</u>	<u>100.00000%</u>

DOCKET MAILED

Date 11-17-72

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 29, 1972

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

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Application of Dugan Production Corporation to commingle gas production prior to metering, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle gas produced from wells located in Sections 25, 26, 35, and 36, Township 28 North, Range 15 West, undesignated Pictured Cliffs gas pool, San Juan County, New Mexico, prior to metering said gas, as an exception to Rule 403 of the Commission Rules and Regulations.

CASE 4860: (Continued from the November 14, 1972 Examiner Hearing)

Application of Craig Folsom for an unorthodox oil well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well to test the Queen formation at an unorthodox oil well location 1340 feet from the South line and 1300 feet from the East line of Section 12, Township 13 South, Range 31 East, Caprock-Queen Pool, Chaves County, New Mexico.

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Application of Perry R. Bass for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for his Big Eddy Well No. 7 located 660 feet from the South line and 1980 feet from the East line of Section 19, Township 20 South, Range 31 East, Maroon Cliffs-Morrow Gas Pool, Eddy County, New Mexico, with the E/2 of said Section 19 to be dedicated to the well.

CASE 4866: Application of Roger C. Hanks for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the Devonian formation through perforations between 13,000 to 13,300 feet in his Graham Well No. 1 located in Unit F of Section 29, Township 16 South, Range 36 East, East Shoe Bar-Devonian Pool, Lea County, New Mexico.

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(Case 4867 continued from page 1)

well to be drilled 810 feet from the South line and 1980 feet from the West line of said Section 7. 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.

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CASE 4872: Application of Samedan Oil Corporation 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 Queen formation through two wells in its Langlie-Mattix "B-4" Unit Area, Langlie-Mattix Pool, Lea County, New Mexico.

CASE 4862: (Continued and readvertised)

Application of Adobe Oil Company for a non-standard gas proration unit and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 520-acre non-standard gas proration unit comprising the NE/4, SE/4, E/2 SW/4, N/2 NW/4, and SE/4 NW/4 of Section 11, Township 23 South, Range 24 East, Rock Tank-Upper Morrow and Rock Tank-Lower Morrow Gas Pools, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the South line and 330 feet from the East line of said Section 11.

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Application of C & K Petroleum Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be located 660 feet from the South and West lines, or in the alternative, 990 feet from the South line and 660 feet from the West line of Section 18, Township 18 South, Range 26 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico, to be dedicated to a standard proration unit comprising the S/2 of said Section 18.

CASE 4873: Application of Mountain States Petroleum Corporation for gas prorationing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the institution of gas prorationing in the West Atoka-Morrow Gas Pool, Eddy County, New Mexico.

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Application of Craig Polson for an unorthodox oil well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a well to test the Queen formation at an unorthodox oil well location 1340 feet from the South line and 1300 feet from the East line of Section 12, Township 13 South, Range 31 East, Caprock-Queen Pool, Chaves County, New Mexico.

CASE 4857: (Continued to November 29, 1972 Examiner Hearing)

Application of Perry R. Bass for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for his Big Eddy Well No. 7 located 660 feet from the South line and 1980 feet from the East line of Section 19, Township 20 South, Range 31 East, Maroon Cliffs-Morrow Gas Pool, Eddy County, New Mexico, with the E/2 of said Section 19 to be dedicated to the well.

CASE 4866: Application of Roger C. Hanks for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the Devonian formation through perforations between 13,000 to 13,300 feet in his Graham Well No. 1 located in Unit F of Section 29, Township 16 South, Range 36 East, East Shoe Bar-Devonian Pool, Lea County, New Mexico.

CASE 4867: Application of Superior Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 of Section 7, Township 23 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico, to be dedicated to a

(Case 4867 continued from page 1)

well to be drilled 810 feet from the South line and 1980 feet from the West line of said Section 7. 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 4868: Application of The Wiser Oil Company 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 Drinkard formation through its Downes "D" Well No. 1 located in Unit K of Section 32, Township 21 South, Range 37 East, Drinkard Pool, Lea County, New Mexico.

CASE 4869: Application of Claude C. Kennedy for the amendment of Order No. R-4263 and for the revocation of Commission Order NSL-586, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-4263 to require that all wells drilled within the Lone Pine Dakota "D" Unit be drilled on locations no closer than 330 feet from the boundary of the quarter-quarter section in which any such well is located, and to prohibit the transfer of allowable to any well located closer than 1320 feet from the outer boundary of the unit area. Applicant further requests the revocation of Commission Order No. NSL-586 dated November 1, 1972, which order authorized Tenneco Oil Company to drill its proposed Lone Pine Dakota "D" Unit No. 29 well at a location 2300 feet from the South line and 1450 feet from the West line of Section 8, Township 17 North, Range 8 West, Lone Pine-Dakota "D" Oil Pool, McKinley County, New Mexico.

CASE 4835: (Continued and readvertised)

Application of Texas Oil & Gas Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface of the ground down to and including the Pennsylvanian formation underlying the S/2 of Section 13, Township 22 South, Range 26 East, South Carlsbad Field area, Eddy County, New Mexico, to be dedicated to a well to be drilled 660 feet from the South line and 1980 feet from the East line of said Section 13. 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 4870: Application of Sun Oil Company for an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its proposed U. D. Sawyer Well No. 10 at an unorthodox location 936 feet from the South line and 1000.5 feet from the East line of Section 27, Township 9 South, Range 36 East, Crossroads-Davonian Pool, Lea County, New Mexico.

CASE 4871: Application of Samedan Oil Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Langlie-Mattix "B-4" Penrose (Queen) Unit Area, comprising 240 acres, more or less, of Federal lands in Sections 17 and 18, Township 23 South, Range 37 East, Lea County, New Mexico.

CASE 4872: Application of Samedan Oil Corporation 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 Queen formation through two wells in its Langlie-Mattix "B-4" Unit Area, Langlie-Mattix Pool, Lea County, New Mexico.

CASE 4862: (Continued and readvertised)

Application of Adobe Oil Company for a non-standard gas proration unit and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 520-acre non-standard gas proration unit comprising the NE/4, SE/4, E/2 SW/4, N/2 NW/4, and SE/4 NW/4 of Section 11, Township 23 South, Range 24 East, Rock Tank-Upper Morrow and Rock Tank-Lower Morrow Gas Pools, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the South line and 330 feet from the East line of said Section 11.

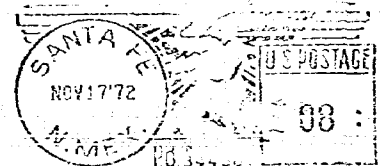
CASE 4863: (Continued and readvertised)

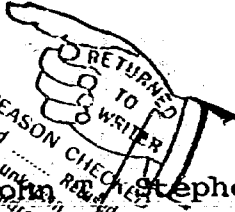
Application of C & K Petroleum Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be located 660 feet from the South and West lines, or in the alternative, 990 feet from the South line and 660 feet from the West line of Section 18, Township 18 South, Range 26 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico, to be dedicated to a standard proration unit comprising the S/2 of said Section 18.

CASE 4873: Application of Mountain States Petroleum Corporation for gas prorationing, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the institution of gas prorationing in the West Atoka-Morrow Gas Pool, Eddy County, New Mexico.

STATE OF NEW MEXICO
Oil Conservation Commission
P. O. BOX 2088
SANTA FE
87501

CONSERVATION IS
EVERYONE'S JOB



 **RETURNED TO WRITER**
REASON CHECKED
Unclaimed
Addressee unknown
Insufficient address
No such street address
No such number
No name in this city
Mr. John E. Stephens, et ux.
028 Thomas
Carlsbad New Mexico 88220
REASON FOR NON-DELIVERY CHECKED
Moved No Address
Unknown at Address
No Such Number
Carriers' Initials *AL* Route *5*

THE SUPERIOR OIL COMPANY

STEPHENS "A" NO. 1
1980' FWL & 810' FSL
SECTION 7, T-23-S, R-27-E
SOUTH CARLSBAD FIELD
EDDY COUNTY, NEW MEXICO

Case 4867

Royalty Ownership including Lessor and Lessee information under 317.68
Acre Proration Unit comprising S/2 Section 7, T-23-S, R-27-E.

Pennzoil, Mobil, Gulf, and Wainoco, Inc. are Lessee of 78.90 Acres
in Lot No. 3 and NE SW. This acreage being located N/2 SW Section
7, T-23-S, R-27-E.

Lessor: Lot No. 3 and NE SW in N/2 Section 7 (78.90 Acres).
U. S. Government - Lease No. 040547.
U. S. Department of Interior Bureau of Land Management
P. O. Box 1499
Santa Fe, New Mexico 87501

Overriding Royalty in form of Production Payment in N/2 SW Section 7:

Mr. C. J. Patterson and Mary A. Patterson ✓
2901 Verna Road
Kansas City, Missouri 64100

The Superior Oil Company is Lessee of record of 238.78 acres in S/2
Section 7, T-23-S, R-27-E. This acreage is located in S/2 SW and
SE/4 of Section 7. The Lessors under this acreage are as follows:

Mr. J. S. Gibson, et al. ✓
P. O. Box 99
Carlsbad, New Mexico 88220

Mr. W. R. Echois, Jr., et al. ✓
Bever Creek Land and Cattle Co.
Bayfield, Colorado 81122

Mr. John T. Stephens, et ux. ✓
1028 Thomas
Carlsbad, New Mexico 88220

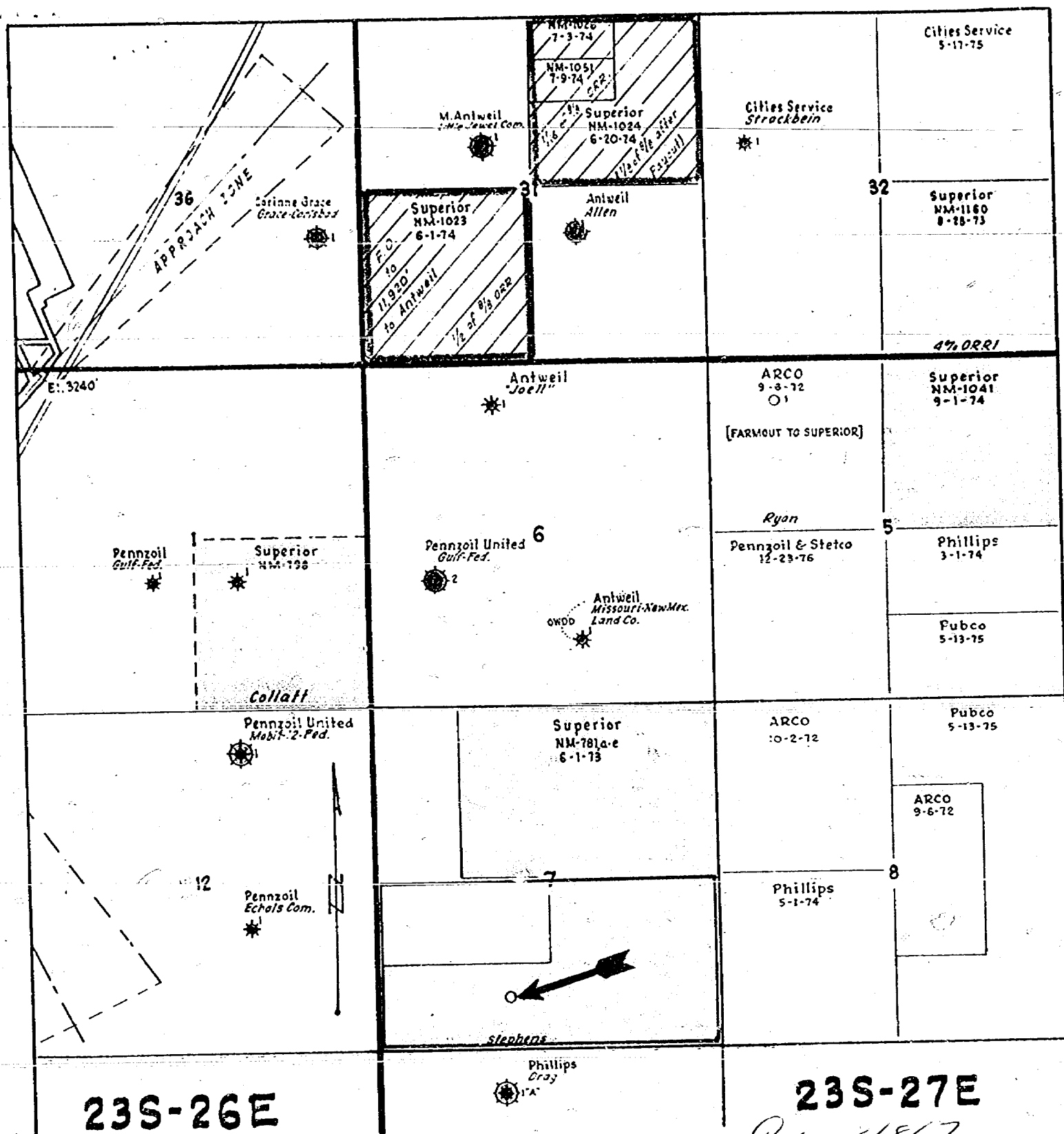
Mrs. Fay E. Stephens ✓
1223 W. Oklahoma Ave.
Sulphur, Oklahoma 73086

Mr. C. A. McDaniel, et ux. ✓
606 W. Ave. E
Lovington, New Mexico 88260

Mr. Bob T. Stephens, et ux. ✓
6901 W. 78th Terrace
Overland Park, Kansas 66204

DOCKET MAILED

Date 11-17-72



- Strawn
- Atoka
- Morrow

OCT 25 1972

THE SUPERIOR OIL COMPANY
ENGINEERING
MIDLAND
SOUTH CARLSBAD FIELD AREA
EDDY COUNTY, NEW MEXICO
SCALE: 1" = 2000'

DRAFT

dr/

(Handwritten initials)

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. 4867

Order No. R- 4446

APPLICATION OF SUPERIOR OIL
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

(Large handwritten signature/initials across the page)

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 29, 1972,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this _____ day of December, 1972, 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. 4867 is hereby dismissed.

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

CASE 4868: Application of WISER
OIL COMPANY FOR A WATERFLOOD
PROJECT, LEA COUNTY, NEW MEXICO.