

Dismiss

CASE NO.

7524

---

APPLICATION,  
TRANSCRIPTS,  
SMALL EXHIBITS,  
ETC.

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
28 April 1982

EXAMINER HEARING

IN THE MATTER OF:

Application of Jack J. Grynberg  
for compulsory pooling, Chaves  
County, New Mexico.

CASE  
7524

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

W. Perry Pearce, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

1  
2 MR. NUTTER: We will call next Case Number  
3 7524.

4 MR. PEARCE: That is the application of  
5 Jack J. Grynberg for compulsory pooling, Chaves County, New  
6 Mexico.

7 MR. NUTTER: Applicant in this case has  
8 requested dismissal.

9 Case Number 7524 will be dismissed.

10  
11 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that  
the foregoing Transcript of Hearing Before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W Boyd CSR

SALL. W. BOYD, C.S.R.

Rt. 1 Box 191-B  
Santa Fe, New Mexico 87501  
Phone (505) 435-7409

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 2524,  
heard by me on 4/28 1982.

[Signature], Examiner  
Oil Conservation Division

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO

31 March 1982

EXAMINER HEARING

IN THE MATTER OF:

Application of Jack J. Grynberg for com-  
pulsory pooling, Chaves County, New  
Mexico.

CASES  
7524  
thru  
7534

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation  
Division:

W. Perry Pearce, Esq.  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

1  
2 MR. NUTTER: We'll call next Case Num-  
3 bers 7424 through 7534.

4 MR. PEARCE: That is the application of  
5 Jack J. Grynberg for compulsory pooling, Chaves County, New  
6 Mexico.

7 MR. NUTTER: Applicant has requested  
8 continuance in these cases.

9 Cases 7524 through 7534 will be contin-  
10 ued to the Examiner Hearing scheduled to be held at this  
11 same place at 9:00 o'clock a. m. April 28th, 1982.

12  
13 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that  
the foregoing Transcript of Hearing Before the Oil Conserva-  
tion Division was reported by me; that the said transcript  
is a full, true, and correct record of the hearing, prepared  
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is  
a correct and true transcript of the hearing held on  
the \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_  
heard by me on 8/31 1982

\_\_\_\_\_, Examiner  
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 175-B  
Santa Fe, New Mexico 87501  
Phone (505) 455-7409





STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

May 13, 1982

POST OFFICE BOX 3088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-3434

Mr. J. E. Gallegos  
Jones, Gallegos, Snead & Wertheim  
Attorneys at Law  
P. O. Box 2228  
Santa Fe, New Mexico

Re: CASE NO. 7524  
ORDER NO. R-6970

**Applicant:**

Jack J. Grynberg

**Dear Sir:**

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

Yours very truly,

JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD	<u>X</u>
Artesia OCD	<u>X</u>
Aztec OCD	

**Other**

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7524  
Order No. R-6970

APPLICATION OF JACK J. GRYNBERG FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 28, 1982,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of May, 1982, the Division  
Director, having considered the record and the recommendations  
of the Examiner, and being fully advised in the premises,

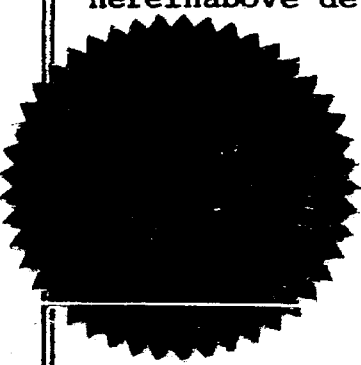
FINDS:

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

IT IS THEREFORE ORDERED:

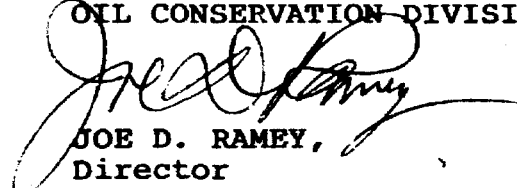
That at the request of applicant, Case No. 7524 is hereby  
dismissed.

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



S E A L

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY,  
Director

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7524  
Order No. R-6970

APPLICATION OF JACK J. GRYNBERG FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 28, 1982,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of May, 1982, the Division  
Director, 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 at the request of applicant, Case No. 7524 is hereby  
dismissed.

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

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY,  
Director



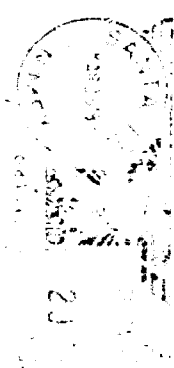
S E A L

**ENERGY and MINERALS DEPARTMENT**

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

Mr. Don Williams  
Corona Oil Company  
4535 LBJ Freeway, Suite 635  
Dallas, Texas 75234

*Handwritten signature/initials*



NO SUCH STREET NUMBER



Dockets Nos. 13-82 and 14-82 are tentatively set for May 12 and May 26, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: COMMISSION HEARING - THURSDAY - APRIL 22, 1982

OIL CONSERVATION COMMISSION - 9 A.M. - ROOM 205  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 7509: (Continued and Readvertised)

Application of Supron Energy Corporation for a non-standard proration unit or compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 160-acre non-standard proration unit for the Dakota and Mesaverde formations comprising the SW/4 of Section 2, Township 31 North, Range 8 West, or in the alternative, an order pooling all mineral interests from the surface down through the Dakota formation underlying the S/2 of said Section 2, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7535: (Continued and Readvertised)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests down through the Abo formation underlying the SW/4 of Section 17, Township 6 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 7553: (Continued from April 14, 1982, Examiner Hearing)

Application of Fred Pool Drilling Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Abo formation underlying the SW/4 of Section 17, Township 6 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

\*\*\*\*\*  
Docket No. 12-82

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 28, 1982

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

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

CASE 7560: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Charles H. Heisen, Fidelity and Deposit Company of Maryland, Surety, and all other interested parties to appear and show cause why the Crownpoint Well No. 1, located in Unit F, Section 18, Township 18 North, Range 13 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7469: (Continued from March 31, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit H. M. Bailey & Associates, Commercial Union Insurance Company, and all other interested parties to appear and show cause why the following wells on the H. M. Bailey Lease, Township 21 South, Range 1 West, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program: In Section 10: Nos. 9 in Unit A, 9, 11, 12, and 13 in Unit B, 10 and 14 in Unit C; and No. 15 in Unit C of Section 9.

CASE 7458: (Continued from March 3, 1982, Examiner Hearing)

Application of Marks & Garner Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of salt water into the Bough C formation in the perforated interval from 9596 feet to 9616 feet in its Betenbough Well No. 2, located in Unit M of Section 12, Township 9 South, Range 35 East.

CASE 7561: Application of Franks Petroleum, Inc. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the North line and 1980 feet from the West line of Section 9, Township 21 South, Range 32 East, Hat Mesa-Morrow Gas Pool, the W/2 of said Section 9 to be dedicated to the well.

CASE 7565: Application of Delta Drilling Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North Mescalero Unit Area, comprising 719.77 acres, more or less, of State, Fee and Federal lands in Townships 9 and 10 South, Range 32 East.

CASE 7544: (Continued and Readvertised)

Application of Dinero Operating Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow-Ellenberger well to be drilled 660 feet from the North and East lines of Section 20, Township 22 South, Range 28 East, the N/2 of said Section 20 to be dedicated to the well.

CASE 7562: Application of Northwest Exploration Company for pool creation and special pool rules, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Gallup-Dakota oil pool for its Gavilan Well No. 1 located in Unit A of Section 26, Township 25 North, Range 2 West, with special rules therefor, including provisions for 160-acre spacing.

CASE 7519: (Continued from March 31, 1982, Examiner Hearing)

Application of S & J Oil Company for special pool rules, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Seven Lakes-Menafes Oil Pool to provide for well to be located not nearer than 25 feet to the quarter-quarter section line nor nearer than 165 feet to lands owned by an offset operator.

CASE 7563: Application of Marathon Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all Permian formations underlying the NE/4 NE/4 of Section 26, Township 16 South, Range 38 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 7457: (Continued from March 16, 1982, Examiner Hearing)

Application of E. T. Ross for nine non-standard gas proration units, Harding County, New Mexico. Applicant, in the above-styled cause, seeks approval for nine 40-acre non-standard gas proration units in the Bravo Dome Carbon Dioxide Area. In Township 19 North, Range 30 East: Section 12, the NW/4 NW/4 and NE/4 NW/4; Section 14, the NW/4 NE/4, SW/4 NE/4, and SE/4 NE/4. In Township 20 North, Range 30 East: Section 11, the NE/4 SW/4, SW/4 SE/4, SE/4 SW/4, and NW/4 SE/4.

CASE 7564: Application of Mesa Petroleum Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Apo formation underlying the NW/4 of Section 30, Township 6 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 7445: (Continued from March 16, 1982, Examiner Hearing - This Case will be continued to May 26, 1982)

Application of Harvey E. Yates Company for an NGPA determination, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a new onshore reservoir determination in the San Andres formation for its Fulton Collier Well No. 1 in Unit G of Section 1, Township 18 South, Range 28 East.

Page 3 of 3  
EXAMINER HEARING - WEDNESDAY - APRIL 28, 1982

CASES 7524 THRU 7534: (Continued from March 31, 1982, Examiner Hearing)

Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following 11 cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case will be the cost of drilling and completing said wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells and a charge for risk involved in drilling said wells:

CASE 7524: SE/4 Section 2, Township 5 South, Range 24 East

CASE 7525: SW/4 Section 3, Township 5 South, Range 24 East

CASE 7526: NW/4 Section 3, Township 5 South, Range 24 East

CASE 7527: SE/4 Section 3, Township 5 South, Range 24 East

CASE 7528: NW/4 Section 4, Township 5 South, Range 24 East

CASE 7529: NE/4 Section 4, Township 5 South, Range 24 East

CASE 7530: NW/4 Section 11, Township 6 South, Range 24 East

CASE 7531: SW/4 Section 11, Township 6 South, Range 24 East

CASE 7532: SE/4 Section 27, Township 6 South, Range 24 East

CASE 7533: SW/4 Section 27, Township 6 South, Range 24 East

CASE 7534: NW/4 Section 34, Township 6 South, Range 24 East

Dockets Nos. 10-82 and 11-82 are tentatively set for April 14 and April 28, 1982. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 31, 1982  
9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM  
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Mutter, Examiner, or Richard L. Stamets, Alternate Examiner:

CASE 7469: (Continued from March 3, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit H. M. Bailey & Associates, Commercial Union Insurance Company, and all other interested parties to appear and show cause why the following wells on the H. M. Bailey Lease, Township 21 South, Range 1 West, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program: In Section 10: Nos. 9 in Unit A, 9, 11, 12, and 13 in Unit B, 10 and 14 in Unit C; and No. 15 in Unit C of Section 9.

CASE 7497: (Continued and Readvertised)

Application of Parabo, Inc. for an oil treatment plant permit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at its salt water disposal site in the SW/4 of Section 29, Township 21 South, Range 38 East.

CASE 7516: Application of Benson-Montin-Greer for a unit agreement, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the North Canada Ojitos Unit Area, comprising 12,361 acres, more or less, of Jicarilla Apache Indian lands in Township 27 North, Range 1 West.

CASE 7517: Application of Anadarko Production Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 1450 feet from the South line and 1400 feet from the West line of Section 15, Township 22 South, Range 37 East, Penrose Skelly Pool, the NE/4 SW/4 of said Section 15 to be dedicated to the well.

CASE 7518: Application of Consolidated Oil & Gas Inc., for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Abo formation in the perforated interval from 8688 feet to 8856 feet in its Midway State Well No. 1, located in Section 8, Township 17 South, Range 37 East, Midway-Abo Pool.

CASE 7519: Application of S & J Oil Company for special pool rules, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Seven Lakes-Menafee Oil Pool to provide for wells to be located not nearer than 25 feet to the quarter-quarter section line nor nearer than 165 feet to lands owned by an offset operator.

CASE 7510: (Continued from March 16, 1982, Examiner Hearing)

Application of Union Oil Company of California for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Penn formations underlying the W/2 of Section 10, Township 22 South, Range 32 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7511: (Continued from March 16, 1982, Examiner Hearing)

Application of Buffton Oil & Gas Inc. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp through Devonian formations underlying the W/2 of Section 35, Township 16 South, Range 35 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7520: Application of Lewis B. Burleson Inc. for compulsory pooling and a non-standard proration and spacing unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Jalmat Pool underlying a 160-acre non-standard proration unit comprising the NW/4 of Section 15, Township 24 South, Range 36 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.



CASE 7521: Application of William B. Barnhill for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 660 feet from the South and West lines of Section 35, Township 19 South, Range 25 East, Permian-Penn, Strawn, Atoka and Morrow formations, the S/2 of said Section 35 to be dedicated to the well.

CASE 7522: Application of Santa Fe Exploration Co. for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 660 feet from the North and West lines of Section 14, Township 20 South, Range 25 East, Permian-Penn, Strawn, Atoka and Morrow formations, the N/2 of said Section 14 to be dedicated to the well.

CASE 7523: Application of Robert W. Enfield for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp-Penn formations underlying the E/2 of Section 18, Township 19 South, Range 27 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North and East lines of said Section 18. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 7524 THRU 7535: Application of Jack J. Grynberg for compulsory pooling, Chaves County, New Mexico. Applicant, in each of the following 12 cases, seeks an order pooling all mineral interests down through the Abo formation underlying the lands specified in each case, each to form a standard 160-acre gas spacing and proration unit to be dedicated to a well to be drilled at a standard location thereon. Also to be considered in each case will be the cost of drilling and completing said wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells and a charge for risk involved in drilling said wells:

CASE 7524: SE/4 Section 2, Township 5 South, Range 24 East

CASE 7525: SW/4 Section 3, Township 5 South, Range 24 East

CASE 7526: NW/4 Section 3, Township 5 South, Range 24 East

CASE 7527: SE/4 Section 3, Township 5 South, Range 24 East

CASE 7528: NW/4 Section 4, Township 5 South, Range 24 East

CASE 7529: NE/4 Section 4, Township 5 South, Range 24 East

CASE 7530: NW/4 Section 11, Township 6 South, Range 24 East

CASE 7531: SW/4 Section 11, Township 6 South, Range 24 East

CASE 7532: SE/4 Section 27, Township 6 South, Range 24 East

CASE 7533: SW/4 Section 27, Township 6 South, Range 24 East

CASE 7534: NW/4 Section 34, Township 6 South, Range 24 East

CASE 7535: SW/4 Section 17, Township 6 South, Range 25 East

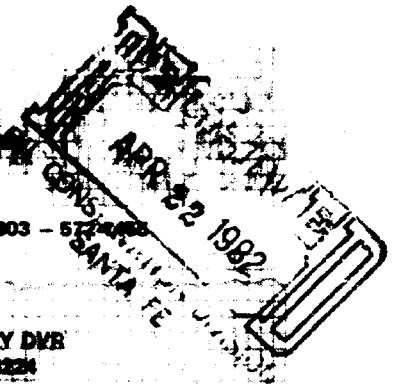
CASE 7515: (Continued and Readvertised)

Application of Four Corners Gas Producers Association for designation of a tight formation, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Dakota formation underlying all or portions of Townships 26 and 27 North, Ranges 12 and 13 West, Township 28 North, Range 13 West, Township 29 North, Ranges 13 through 15 West, and Township 30 North, Ranges 14 and 15 West, containing 164,120 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271. 701-705.

**JACK BRYNBERG AND ASSOCIATES**  
PETROLEUM, GEOLOGICAL, GEOPHYSICAL AND MINING ENGINEERS

1050 17th STREET • SUITE 1800 • DENVER, COLORADO 80266 • PHONE 303 - 573-4400

TELEX: 46-4497 ENERGY DVB  
TELECOPIER: 303-523-8224



April 19, 1982

Mr. Daniel Nutter  
State of New Mexico  
Energy and Minerals Department  
Post Office Box 2088  
Santa Fe, NM 87501

RE: Case 7524  
Township 5 South, Range 24 East  
Section 2: SE/4

Dear Mr. Nutter:

This letter serves to confirm our telephone conversation today in which I asked that compulsory pooling case 7524 to be heard on April 28 be withdrawn.

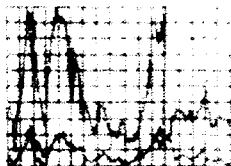
The other working interest owners are aware of this development. I will let you know if we have any other changes to make on the April 28 docket.

Sincerely yours,

*Deborah Hill*  
Deborah Hill  
Petroleum Landman

DH/ggd

*file*  
*Don*



**JACK BEYNEBERG AND ASSOCIATES**  
 PETROLEUM, GEOLOGICAL, GEOPHYSICAL AND MINING ENGINEERS

1060 17th STREET • SUITE 1850 • DENVER, COLORADO 80202 • PHONE 333-5555

MAR 29 1982

OIL CONSERVATION DIVISION  
 SANTA FE

TELEX 46-407 ENERGY INC  
 TELEPHONE: 333-623-6234

March 24, 1982

Mr. Daniel S. Nutter  
 Chief Engineer  
 Oil Conservation Division  
 State of New Mexico  
 Energy and Minerals Department  
 Post Office Box 2088  
 Santa Fe, New Mexico 87501

*File*

*[Signature]*

RE: Cases 7524, 7525, 7526, 7527, 7528,  
 7529, 7530, 7531 & 7534

Dear Mr. Nutter:

This letter confirms our telephone conversation today in which I requested continuances for the above-mentioned cases which are on the March 31st docket. I understand that these cases will be rescheduled for April 28th.

I am also notifying by letter all of the other working interest owners involved of these continuances. Thank you for your cooperation in this matter.

Sincerely,

*Deborah Hill*

Deborah Hill  
 Petroleum Landman

DH/ggd

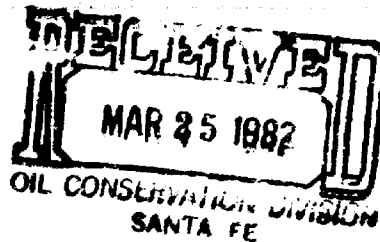
**JACK GRYNBERG AND ASSOCIATES**

**PETROLEUM GEOLOGICAL, GEOPHYSICAL AND MINING ENGINEERS**

**1850 17th STREET • SUITE 1850 • DENVER, COLORADO 80202 • PHONE 303 - 672-4455**

**TELEX 46-4487 ENERGY DNR  
TELECOPIER: 303-425-6224**

March 22, 1982



Mr. Daniel S. Nutter  
Chief Engineer  
Oil Conservation Division  
State of New Mexico Energy &  
Minerals Department  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Dear Mr. Nutter:

As a follow-up to our telephone conversation last Friday, I have enclosed a list of names and addresses of the parties involved in our compulsory pooling hearings scheduled for March 31.

Please let me know if there is anything else you need from us.

Sincerely,

*Deborah Hill*

Deborah Hill  
Petroleum Landman

DH/  
encl. 1

Mr. Jack Cargill  
Post Office Box 2057  
Roswell, New Mexico 88201

Mr. Don Williams  
Corona Oil Company  
4535 LBJ Freeway, Suite 635  
Dallas, Texas 75234

Mr. M.J. Harvey, Jr.  
Post Office Box 8060  
Dallas, Texas 75205

Mr. James Lusk  
Post Office Box 2057  
Roswell, New Mexico 88201

Mr. Kemp McMillan  
726 Three Cross Drive  
Roswell, New Mexico 88201

Mr. Kelly McColm  
Mercury Exploration  
Ridglea Bank Bldg., Suite 1212  
Fort Worth, Texas 76116

Mr. Mark Hannifin  
Mesa Petroleum Company  
MTS  
1000 Vaughn Bldg.  
Midland, Texas 79701

Mr. Burk Whittenburg  
Plains Radio Broadcasting  
Post Office Box 783  
Amarillo, Texas 79105

Mr. John Klee  
Fred Pool Drilling Company  
Post Office Box 1300  
Clovis Star Route  
Roswell, New Mexico 88201

Mr. Jerry Cockrell  
Tex-Mex Drilling Company  
Post Office Box 2895  
Abilene, Texas 79604

Mr. Randy Patterson  
Yates Petroleum Corp.  
Yates Drilling Company  
Myco Industries, Inc.  
Abo Petroleum Corp.  
207 South Fourth Street  
Artesia, New Mexico 88210

BEFORE THE

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OIL CONSERVATION DIVISION  
SANTA FE

ENERGY & MINERALS DEPARTMENT

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION \*  
OF JACK J. GRYNBERG FOR DECLARATION \*  
OF A COMPULSORY POOLING, TOWNSHIP 5 \*  
SOUTH - RANGE 24 EAST, SECTION 2: \*  
SE/4, CHAVES COUNTY, NEW MEXICO \*

Case No. 7524

A P P L I C A T I O N

The applicant, JACK J. GRYNBERG, d/b/a JACK GRYNBERG AND ASSOCIATES, by its attorneys Jones, Gallegos, Snead & Wertheim, P.A., hereby requests an order forming a drilling unit covering 160 acres of land in Chaves County, New Mexico, and in support of its application states:

1. Pursuant to the Oil and Gas Act (Sec. 70-2-17 , et seq., N.M.S.A. 1978) the applicant desires to obtain an order of the Division declaring a drilling unit covering those certain lands upon which the specified mineral ownership is held, described as follows:

TOWNSHIP 5 SOUTH, RANGE 24 EAST, N.M.P.M.

Section 2: SE/4 160 Acres

(see Exhibit "A")

2. There presently exists a producing gas well in Township 5 South - Range 24 East, Section 2: NE/4 (Yates); the potentially producing reservoirs have been reasonably defined by that development and development on surrounding acreage.

3. This application seeks pooling of all of the subject acreage from the surface down through and including the Abo formation.

4. The applicant is the holder of State of New Mexico lease LG-563 covering 50% of 120 acres of the proposed unit and being within said Section 2 as follows: N/2SE/4, SW/4SE/4. Applicant asks designation as operator of the unit and if he is designated as operator of the unit, he will operate under a unit agreement

APR 8 1982  
OIL CONSERVATION DIVISION  
SANTA FE

1 and plan of operation customary and usual in the Permian Basin of  
2 New Mexico, or as otherwise ordered by the Division.

3 5. A map of the proposed drilling unit is attached  
4 hereto and marked Exhibit "A" and also illustrates those portions  
5 of the unit under lease to the applicant. Additionally, a schedule,  
6 Exhibit "B", is attached and sets out the various working interest  
7 owners in the unit and their proportionate shares therein.

8 6. The applicant believes that his method of operating,  
9 especially with respect to completion of the well sought to be  
10 drilled, is superior to that employed by Yates, Mesa, or Corona  
11 and, accordingly, believes that he would be the more prudent  
12 operator of this unit. The applicant also alleges that he is in  
13 a position to drill and complete the proposed well for a  
14 substantially lower cost than Yates, Mesa, or Corona. These  
15 factors will lead to greater ultimate recovery, the prevention of  
16 waste and the protection of correlative rights.

17 7. If the unit is declared as sought by this application,  
18 the applicant will locate the well in a standard location of the  
19 SE/4 of Section 2 and will pool all formations through and includ-  
20 ing the Abo, with the probable producing horizon being the Abo.

21 WHEREFORE the applicant requests the Division set this  
22 matter down for a hearing before an examiner at the earliest  
23 possible date, give notice as required by law and after hearing  
24 enter its Order a) compulsory pooling the unit, as described, b)  
25 assigning a risk factor for the proposed well, c) providing  
26 for overhead to be charged during drilling and producing operations,  
27 d) declaring the applicant to be the Operator of said units, and,  
28 e) granting such further relief as is deemed proper.

29  
30 JACK J. GRYNBERG

31 JONES, GALLEGOS, SNEAD & WERTHEIM, P.A.  
32 Attorneys for Applicant

BY J. E. Gallegos  
J.E. GALLEGOS  
P.O. Box 2228  
Santa Fe, New Mexico 87501  
(505) 982-2691



**EXHIBIT A**

Township 5S, Range 24E, County CHAVES, State NEW MEXICO,



### Proposed Drilling Unit

### Jack J. Grynberg Acreage

A 20x20 grid with a small square in the top right corner containing a dashed outline and a small 'x' mark. The grid is composed of 20 columns and 20 rows. A small square is located in the top right corner, spanning from column 16 to 18 and row 18 to 20. This square contains a dashed outline and a small 'x' mark. The grid is otherwise empty.

EXHIBIT B

RE: T 5 S - R 24 E  
Section 2: SE/4

<u>W.I. OWNER</u>	<u>INTEREST</u>
JACK J. GRYNBERG	37.500%
MESA PETROLEUM COMPANY	12.500%
CORONA OIL COMPANY	12.500%
YATES PETROLEUM CORPORATION	9.375%
YATES DRILLING COMPANY	9.375%
MYCO INDUSTRIES INCORPORATED	9.375%
ABO PETROLEUM CORPORATION	9.375%

Public  
Case

JAR

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 7524  
Order No. R-6970

APPLICATION OF JACK J. GRYNBERG FOR  
COMPULSORY POOLING, CHAVES COUNTY,  
NEW MEXICO.

*[Signature]*  
ms.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on April 28, 1982,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this \_\_\_\_\_ day of May, 1982, the Division  
Director, 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 at the request of applicant, Case No. 7524 is hereby  
dismissed.

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

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

JOE D. RAMEY,  
Director

S E A L

RKS

