CASE 5855: SOUTHEASTERN NEW MEXICO NOMENCLATURE CASE FOR FEBRUARY, 1977

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# CASE NO.

5855

APPlication, Transcripts, Small Exhibits,

ETC.

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BEFORE THE  NEW MEXICO OIL CONSERVATION COME  Santa Fe, New Mexico  February 2, 1977  EXAMINER HEARING		N
IN THE MATTER OF:  Southeastern New Mexico nomenclature case calling for the creation and extension of certain pools in Eddy, Lea and Chaves Counties, New Mexico.	)	CASE 5855
BEFORE: Daniel S. Nutter, Examiner		-
TRANSCRIPT OF HEARING		
For the New Mexico Oil Lynn Teschen	dorf,	Esq.

sid morrish reporting service

General Court Reporting Service
825, Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

Conservation Commission: 

**2 18** 

Legal Counsel for the Commission State Land Office Building Santa Fe, New Mexico

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MR. NUTTER: We will call Case Number 5855.

MS. TESCHENDORF: Case 5855, Southeastern New Mexico nomenclature case calling for the creation and extension of certain pools in Eddy, Lea and Chaves Counties, New Mexico.

MR. NUTTER: I'll call for appearances in this case.

MS. TESCHENDORF: Lynn Teschendorf appearing on behalf of the Commission and I have one witness.

(THEREUPON, the witness was duly sworn.)

#### CARL ULVOG

called as a witness, having been first duly sworn, was examined and testified as follows:

#### DIRECT EXAMINATION

BY MS. TESCHENDORF:

- Please state your name, position and place of residence?
- Carl Ulvog, Senior Geologist, Oil Conservation Commission, residing in Santa Fe, New Mexico.
- And are you prepared to make recommendations to the Examiner concerning the nomenclature of certain pools in Eddy, Lea and Chaves Counties, New Mexico?
  - Yes, I am. A.
- Are your recommendations prepared in the form of an exhibit?

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A. Yes, they are, an exhibit which consists of a series of plats describing the proposed actions.

- Q Is that Exhibit One?
- A. That is correct.
- Q. Would you please refer to this exhibit and the docket that has been prepared and distributed at this hearing and point out any substantial differences between the two?
- A. There are no substantial differences between what is listed in the docket, the advertisement and what we are now proposing.
- Q Was Exhibit One prepared by you or under your supervision?
  - A. That is correct.

MS. TESCHENDORF: At this time I offer Exhibit One into evidence and I have nothing further.

MR. NUTTER: OCC Exhibit Number One in Case Number 5855 will be received into evidence.

(THEREUPON, OCC Exhibit One was admitted into evidence.)

MR. NUTTER: Are there any questions of the witness?

#### CROSS EXAMINATION

23 BY MR. NUTTER:

Q Mr. Ulvog, Paragraph (d) calls for the creation of the Southwest Sulphate-Delaware Pool. I think the advertisement sid morrish reporting service
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for the creation was for the Sulphate-Delaware Pool, is it particularly material whether this pool is called Sulphate-Delaware or Southwest Sulphate-Delaware?

- A. I believe it is immaterial.
- Q. And you have no particular preference one way or the other, or do you?
  - A. I have no particular preference.

MR. NUTTER: Okay. Are there any further questions of the witness? He may be excused.

(THEREUPON, the witness was excused.)

MR. NUTTER: Do you have anything further, Ms. Teschendorf?

MS. TESCHENDORF: No.

MR. NUTTER: Does anyone have anything they wish to offer in Case Number 5855?

We will take the case under advisement and the hearing is adjourned.

(THEREUPON, the hearing was adjourned.)

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#### REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a Certified Shorthand 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.

Sidney F. Morrish, C.S.R

sid morrish reporting service

General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

do hereby certify that the foregoing is a complete recommendate the proceedings in the Examiner the Examiner that the foregoing is proceedings in the Examiner that the foregoing is proceedings in the Examiner that the foregoing is proceedings in the proceedings in the foregoing is proceedings.

## 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. 5855 Order No. R-5361

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

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on February 2, 1977, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 8th day of February, 1977, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

#### FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Illinois Camp-Morrow Gas Pool. Said Illinois Camp-Morrow Gas Pool was discovered by the Yates Petroleum Corporation H-Y State GH Well No. 1 located in Unit K of Section 31, Township 18 South, Range 28 East, NMPM. It was completed in the Morrow formation on September 15, 1976. The top of the perforations is at 10,414 feet.
- (3) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of POW-Morrow Gas Pool. Said POW-Morrow Gas Pool was discovered by the Yates Petroleum Corporation State CK Com Well No. 1 located in Unit C of Section 4, Township 17 South, Range 26

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East, NMPM. It was completed in the Morrow formation on July 27, 1973. The top of the perforations is at 7,963 feet.

- (4) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Revelation-Morrow Gas Pool. Said Revelation-Morrow Gas Pool was discovered by the Belco Petroleum Corporation Jones Com Well No. 1 located in Unit I of Section 9, Township 22 South, Range 25 East, NMPM. It was completed in the Morrow formation on September 17, 1976. The top of the perforations is at 10,385 feet.
- (5) That there is need for the creation of a new oil pool in Eddy County, New Mexico, for the production of oil from the Delaware formation, said pool to bear the designation of Southwest Sulphate-Delaware Pool. Said Southwest Sulphate-Delaware Pool was discovered by the Hanson Oil Corporation Gulf Federal Well No. 1 located in Unit M of Section 12, Township 25 South, Range 26 East, NMPM. It was completed in the Delaware formation on July 13, 1976. The top of the perforations is at 1,928 feet.
- (6) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Fusselman formation, said pool to bear the designation of Teague-Fusselman Pool. Said Teague-Fusselman Pool was discovered by the Carter Foundation Production Company E. C. Hill Federal Well No. 5 located in Unit E of Section 35, Township 23 South, Range 37 East, NMPM. It was completed in the Fusselman formation on December 3, 1976. The top of the perforations is at 8,069 feet.
- (7) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of North Turkey Track-Morrow Gas Pool. Said North Turkey Track-Morrow Gas Pool was discovered by the Hondo Drilling Company Alscott Well No. 1 located in Unit G of Section 31, Township 18 South, Range 29 East, NMPM. It was completed in the Morrow formation on July 6, 1976. The top of the perforations is at 11,079 feet.
- (8) That there is need for the extension of the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, to include the Seven Rivers formation, redesignating said pool as the South Tonto Yates-Seven Rivers Pool, and the

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extension of the horizontal limits of said South Tonto Yates-Seven Rivers Pool.

(9) That there is need for certain extensions to the Buffalo Valley-Pennsylvanian Gas Pool, Cato-San Andres Pool, the East Chisum-San Andres Pool, and the Many Gates-Abo Pool, all in Chaves County, New Mexico, and the Atoka-Pennsylvanian Gas Pool, the Avalon-Morrow Gas Pool, the Buffalo Valley-Pennsylvanian Gas Pool, the Burton Flat-Morrow Gas Pool, the South Carlsbad-Morrow Gas Pool, the Esperanza-Delaware Pool, the Little Box Canyon-Morrow Gas Pool, the South Loco Hills Queen-Grayburg-San Andres Pool, the Nash Draw-Atoka Gas Pool, the Red Lake-Pennsylvanian Gas Pool, the Scanlon-Morrow Gas Pool, and the Winchester-Morrow Gas Pool, all in Eddy County, New Mexico, and the Corbin-Queen Pool, the Cruz-Delaware Pool, the Hat Mesa-Morrow Gas Pool, the Kemnitz-Morrow Gas Pool, and the Tubb Gas Pool, all in Lea County, New Mexico.

#### IT IS THEREFORE ORDERED:

(a) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Illinois Camp-Morrow Gas Pool, consisting of the following described area:

## TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM Section 31: S/2

(b) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the POW-Morrow Gas Pool, consisting of the following described area:

## TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM Section 4: N/2

(c) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Revelation-Morrow Gas Pool, consisting of the following described area:

# TOWNSHIP 22 SOUTH, RANGE 25 EAST, NMPM Section 9: E/2

(d) That a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production, is hereby created and

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designated as the Southwest Sulphate-Delaware Pool, consisting of the following described area:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM Section 11: E/2 SE/4 Section 12: W/2 SW/4

(e) That a new pool in Lea County, New Mexico, classified as an oil pool for Fusselman production, is hereby created and designated as the Teague-Fusselman Pool, consisting of the following described area:

## TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 35: NW/4

(f) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the North Turkey Track-Morrow Gas Pool, consisting of the following described area:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 29: \$/2
Section 31: N/2
Section 32: N/2

(g) That the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 14: E/2

(h) That the Avalon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM Section 34: S/2

(i) That the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM Section 8: S/2

Case No. 5855 Order No. R-5361

(j) That the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 34: N/2

(k) That the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

## TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 7: E/2

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

## TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM Section 1: SE/4

## TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM Section 6: S/2 and NE/4

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

# TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 16: S/2 NE/4

(n) That the Corbin Queen Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

# TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 35: SW/4

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

## TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 25: NE/4

(p) That the Esperanza-Delaware Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is

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hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 10: N/2 NE/4 Section 11: W/2 NW/4 and NW/4 SW/4

(q) That the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 3: Lots 9, 10, 11, 12, 13 14, 15 and 16

(r) That the Kemnitz-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 15: W/2

(s) That the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM Section 13: E/2

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM Section 18: W/2

(t) That the South Loco Hills Queen-Grayburg-San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2 NW/4

(u) That the Many Gates-Abo Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM Section 31: NW/4

(v) That the Nash Draw-Atoka Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described,

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is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 12: S/2 Section 13: E/2

(w) That the Red Lake-Pennsylvanian Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM Section 29: N/2 Section 30: N/2

(x) That the Scanlon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2

(y) That the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, are hereby extended to include the Seven Rivers formation, and said South Tonto-Yates Pool is redesignated the South Tonto Yates-Seven Rivers Pool. Also, said South Tonto Yates-Seven Rivers Pool is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 30: SW/4

(z) That the Tubb Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 28: N/2

(aa) That the Winchester-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM Section 33: N/2

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#### IT IS FURTHER ORDERED:

- (1) That, pursuant to Section 65-3-14.5, NMSA 1953, contained in Chapter 271, Laws of 1969, any well which, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Forms C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Commission. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.
- (2) That the effective date of this order and all creations and extensions included herein shall be March 1, 1977.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

Come Clare

EMERY C ARNOLD Member

JOE D. RAMEY, Member & Secretary

SEAL

dr/



Southeastern New Mexico nomenclature case calling for the creation and extension of certain pools in Eddy, Lea and Chaves Counties, New Mexico.

a) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Illinois Camp-Morrow Gas Pool. The discovery well is Yates Petroleum Corporation II-Y State CH No. 1 located in Unit K of Section 31, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

### TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM Section 31: S/2

b) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the POW-Morrow Gas Pool. The discovery well is Yates Petroleum Corporation State CK No. 1 located in Unit C of Section 4, Township 17 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMFM Section 4: N/2

c) Create a new pool in Eddy County, New Mexico, tlassified as a gas pool for Morrow production and designated as the Revelation-Morrow Gas Pool. The discovery well is Belco Petroleum Corporation Jones Com Well No. 1 located in Unit I of Section 9, Township 22 South, Range 25 East, NMPN. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 25 EAST, NMPM Section 9: E/2

d) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Southwest Sulphate-Delaware Pool. The discovery well is Hanson Oil Corporation Gulf Federal Well No. 1 located in Unit M of Section 12, Township 25 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM Section 11: E/2 SE/4
Section 12: W/2 SW/4

e) Create a new pool in Lea County, New Mexico, classified as an oil pool for Fusselman production and designated as the Teague-Fusselman Pool. The discovery well is Carter Foundation Production Company E. C. Hill Federal Well No. 5 located in Unit E of Section 35, Township 23 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPN Section 35: NW/4

f) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the North Turkey Track-Morrow Gas Pool. The discovery well is Hondo Drilling Company Alscott Well No. 1 located in Unit G of Section 31, Township 18 South, Range 29 East, NNPM. Said pool would comprise:

TOWNISHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 29: S/2
Section 31: N/2
Section 32: N/2

g) Extend the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 14: E/2

h) Extend the Avalon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM Section 34: S/2

1) Extend the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMFM Section 8: S/2

1) Extend the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 FAST, NMPM Section 34: N/2

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

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 7: E/2

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

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NYPM Section 1: SE/4

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM Section 6: S/2 and NE/4

m) Extend the East Chisum-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 16: S/2 NE/4

n) Extend the Corbin Queen Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 35: SW/4

o) Extend the Cruz-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 25: NE/4

p) Extend the Esperanza-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 10: N/2 NE/4
Section 11: W/2 NW/4 and NW/4 SW/4

q) Extend the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 3: Lots 9, 10, 11, 12, 13, 14, 15 and 16

r) Extend the Kemnitz-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NAPM Section 15: W/2

s) Extend the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM Section 13: E/2

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM Section 18: W/2

t) Extend the South Loco Hills-Queen Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2 NW/4

u) Extend the Many Gates-Abo Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM Section 31: NW/4

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v) Extend the Nash Draw-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 12: S/2 Section 13: E/2

w) Extend the Red Lake-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NNPM Section 29: N/2 Section 30: N/2

x) Extend the Scanlon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NAPM Section 32: N/2

y) Extend the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, to include the Seven Rivers formation and redesignate said pool as the South Tonto-Yates-Seven Rivers Pool, and extend the horizontal limits of said pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 30: SW/4

z) Extend the Tubb Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NHPM Section 28: N/2

aa) Extend the Winchester-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM Section 33: N/2

COUNTY Illinois Camp-Morrow Gas Eddy POOL 18S 28E TOWNSHIP RANGE NMPM 10 -- 11 --12 -16 15 14 13-- 18 --17 -19-**- 20 -**- 21-23-- 22 -24 -30 -- 28 -27 26 25 29 - 32 - 33 -- 34 -35 -36 Purpose: One completed gas well capable of producing. Disc. well: Yates Petroleum Corp. H-Y State GH #1-K, 31-18-28 Comp. 9-15-76, through Morrow perfs from 10414-420'. Proposed pool boundary outlined in blue. Section 31: S/2

Eddy POW-Morrow Gas COUNTY POOL TOWNSHIP RANGE 17S 26E NMPM 8 -10 --18--- 17 --16 -- 15 14 --13-- 20 --19 21-- 22 -- 23-24--30 29 -- 28 -- 27 -- 26 -**31**-- 32 -- 33 ~ - 34 -35 36 Purpose: One completed gas well capable of producing. Disc. well: Yates Petroleum Corporation, State CK Com #1-C, 4-17-26 Comp. 7-27-73, through morrow perfs from 7963-73'. Proposed pool boundary outlined in blue. Section 4: N/2

Revelation-Morrow Gas COUNTY Eddy POOL TOWNSHIP **22**S RANGE 25E 10 -- 11 -12 - 18 --16 14 -17 - 15 -13--19 - 20 -- 21-- 22 -23--30 -29 28 27-26 25 31-- 32 33 - 34 -- 35 36 Purpose: One completed gas well capable of producing. Disc. well: Belco Petroleum Corp. Jones Com #1-I, 9-22-25 Comp. 9-17-76, through morrow perfs from 10385-422'. Proposed pool boundary outlined in blue. Section 9: E/2

CASE NO. 5855 (d) CREATION OF A NEW OIL POOL

COUNTY Eddy POOL Southwest Sulphate-Delaware TOWNSHIP RANGE 26<u>E</u> NMPM 10 -- 11 --12 18 14 -17 - 16 - 15 -13--19-- 20 -- 21-- 22 -~ 23-- 28 -- 27 -26 32 33. 34-- 35 - 36 Purpose: Two completed oil wells capable of producing. Disc. well: Hanson Oil Corp. Gulf Federal #1-M, 12-25-26 Comp. 7-13-76, through Delaware perfs from 1928-48'. Proposed pool boundary outlined in blue. Section 11: E/2 SE/4 Section 12: W/2 SW/4

DISCOVERY WELL: Carter Foundation Production Company E.C. Hill Federal Well #5 located in Unit E, Section 35, Township 23 South, Range 37 East. Completed December 3, 1976, in the Fusselman formation. The top of the

ROPOSED I	POOL	BOUNDARY	OUTLINED I	N RED.	SECTION	SECTION 35: NW/4			<del></del>	
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Proposed pool boundary outlined in blue.

Section 29: S/2 Section 31: N/2 Section 32: N/2

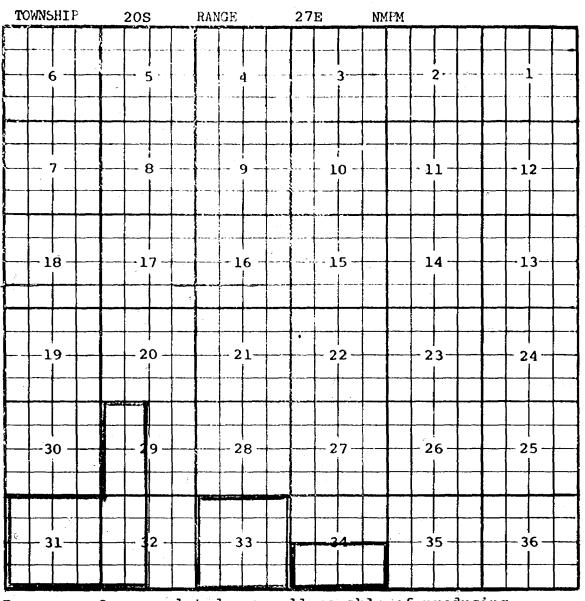
COUNTY Eddy POOL North Turkey Track-Morrow Gas TOWNSHIP RANGE NMPM 10 - 11 --12 15 - 18 --17 - 16 14 --13-19 20 21 22 23 24 - 28 -- 27 -- 26 -25 ·30 · 33 -35 -36 Purpose: Two completed gas wells capable of producing. Disc. well: Hondo Drilling Co. Alscott #1-G, 31-18-29 Comp. 7-6-76, through morrow perfs from 11079-092'.

CASE NO. 5855 (g) EXTENSION OF AN EXISTING GAS POOL COUNTY Eddy Atoka-Pennsylvanian Gas POOL TOWNSHIP 188 26E RANGE NMPM - 11 -18 17 15 20 --21-22-**4**3-24-29 28 26 25 31 32 - 33 -34 - 35 -- 36 -Purpose: One completed gas well capable of producing. Operator Lease #& Ut. S.T.R. Comp. TOP Llano Inc. Terry Com 1-G 14-18-26 9-22-76 Morrow 9090'

Pool boundary outlined in red.

Proposed extension outlined in blue.

Section 14: E/2



One completed gas well capable of producing. Purpose:

Operator	Lease	#& Ut.	S.T.R.	Comp.	Form.	TOP
Maralo Inc.	Hanson Fed	. 1-N	34-20-27	11-17-76	Morrow	10866'
				*		
Pool bounda	ry outlined	in red.			••	
Proposed ex	tension outl	ined in	blue.			
Se	ection 34: S/	2				
				· · ·		,
•				,		

Buffalo Valley-Penn. Gas

COUNTY Chaves

POOL TOWNSHIP 158 RANGE 28E NMPM 10 - 11 -12 -17 -16 - 15 -14 --13-19 - 20 -- 21-22-23 24 -30 29. - 28 - 27 -26-25 - 31-- 32 -- 33 -- 34 -35 -36 Purpose: One completed gas well capable of producing. #& Ut. S.T.R. Comp. Operator Lease Depco, Inc. Bogle State 1-J 8-15-28 11-27-76 Morrow 8834' Pool boundary outlined in red. Proposed extension outlined in blue. Section 8: S/2

POOL Burton Flat-Morrow Gas TOWNSHIP RANGE NMPM 21S 27E 11. 10 -- 18 --17 ·16 · · 15 · 20 --19 23 28 26 25 30 29 31-32 -35-36 -Purpose: One completed gas well capable of producing. Form. Operator Lease #& Ut. S.T.R. Comp. Cities Service Elizondo 4-C 34-21-27 12-13-76 Morrow 11387' Oil Co. A Fed. Pool boundary outlined in red. Proposed extension outlined in blue. Section 34: N/2

South Carlsbad-Morrow Gas COUNTY Eddy POOL TOWNSHIP RANGE 27E 22S NMPM - 11 --12 18 -17 -- 16 - 15 14 --13-20 -19 - 21-22-- 23-24 49-- 28 -27-- 26 -- 25 -32 - 33 **-**34 31-35 36 Purpose: One completed gas well capable of producing. #& Ut. S.T.R. Comp. Form. Operator Lease Belco Pet.Corp. Douglass Com 1-H 7-22-27 9-27-76 Morrow 11187 Pool boundary outlined in red. Proposed extension outlined in blue. Section 7: E/2

CASE 5855(1) EXTENSION OF AN EXISTING OIL POOL (Page 1 of 2 pages) COUNTY CHAVES CATO-SAN ANDRES POOT. 8 South TOWNSHIP 30 East RANGE MMPM 10 -11-- 18 --15 14 -19 21-22 -30 28 27 25 - 31--33 -35 36 -PURPOSE: See page 2 of exhibit for this paragraph. POOL BOUNDARY OUTLINED IN RED. PROPOSED POOL EXTENSION OUTLINED IN GREEN. SECTION 1: SE/4

COUNTY CHAVES CATO-SAN ANDRES POOL TOWNSHIP 8 South RANGE 31 East NMPM 8 9 10 -- 11 --12 18 -16 15 14 -·13· - 20 -- 21--19 - 22 -23-24 -27 26-25 --30 29 - 28 -31-32 -- 33 -- 35 -- 34 -36 PURPOSE: Three oil wells capable of producing. Harvey E. Yates Co., Inc. Graves #1-J 6-8-31. Completed Aug. 12, 1976 in San Andres formation. Top of perforations at 3752'. in San Andres formation. Top of perforations at 3704'. Harvey E. Yates Co., Inc. Graves #2-K 6-8-31. Completed Nov. 1, 1976, in San Andres formation. Top of perforations at 3602 feet.

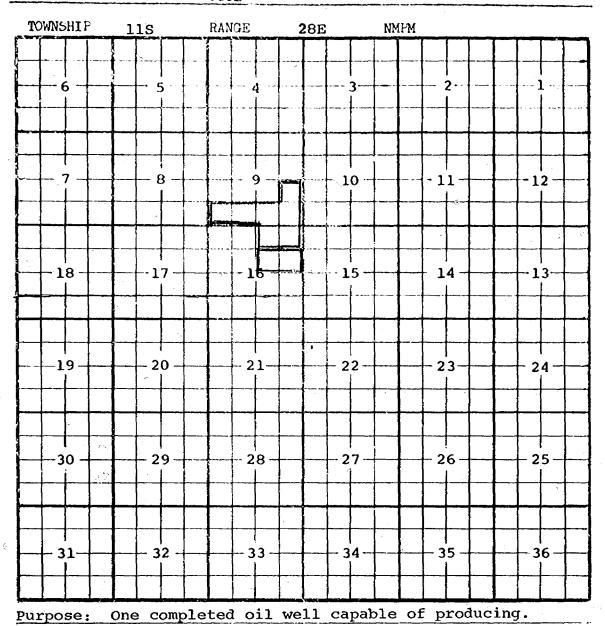
Harvey E. Yates Co., Inc. Exxon Federal #1-G 6-8-31. Completed Dec. 8, 1976

DODOCED DOOL	CALCHON ONLY THE	TH CDEEN	CECTION C.	C /O and ME //
KOPOSED POOL	EXTENSION OUTLINED	IN GREEN.	SECTION 6:	3/2 and NE/4
				•
				,
				<del></del>

CASE NO. 5855 (m) EXTENSION OF AN EXISTING OIL POOL

COUNTY Chaves

POOL East Chisum-San Andres



Operator Lease #& Ut. S.T.R. Comp. Form. TOP Fred Pool Drlg.Co. Plains St. 1-G 16-11-28 9-4-76 San Andres 2071

Pool boundary outlined in red.

Proposed extension outlined in blue.

Section 16: S/2 NE/4

LEA POOL CORBIN QUEEN TOWNSHIP 17 South RANGE NMPM 33 East 10 -- 11 --12 -18 -17 -16 - 15 14 -13--19 - 20 -- 21-23 24--30 29 28 - 33 -36 PURPOSE: One completed oil well capable of producing. Union Oil Company of California State "35" Well #4 in L-35-17-33. Completed in the Queen formation on December 24, 1976. Top of perforations 3873'. POOL BOUNDARY OUTLINED IN RED. PROPOSED POOL EXTENSION OUTLINED IN GREEN. SECTION 35: SW/4

Case 5855 (o) EXTENSION OF AN EXISTING OIL POOL COUNTY LEA CRUZ-DELAWARE POOL 23 SOUTH TOWNSHIP 32 EAST RANGE NMPM 8 10 - 11 -12 18 -17 -16 - 15 14 - 20 -23 -19 21-22 - 29 -30 28 27 -- 26 32 33 34-36 31. 35 PURPOSE: One completed oil well capable of producing. Continental Oil Company Fields Well #4 in A-25-23-32. Completed in the Delaware formation on December 1, 1976. The top of perforations is 5091'. POOL BOUNDARY OUTLINED IN RED. PROPOSED POOL EXTENSION OUTLINED IN GREEN. SECTION 25: NE/4

COUNTY Eddy Esperanza-Delaware POOL -TOWNSHIP RANGE 27E 10 --11 -12 - 18 14 -16 15 -13-20 19 21-22-23-30 - 29 - 28 -- 26 -35 32 - 33 -- 31-34--36 One completed oil well capable of producing. Purpose: Lease #& Ut. S.T.R. Comp. Form. The Eastland Union Fed. 1-L 11-22-27 10-13-76 Delaware 3091' Oil Co. Pool boundary outlined in red. Proposed extension outlined in blue. Section 10: N/2 NE/4 Section 11: W/2 NW/4 & NW/4 SW/4

CASE NO. 5855 (q) EXTENSION OF AN EXISTING GAS POOL HAT MESA-MORROW GAS COUNTY POOL TOWNSHIP 21 South NMPM RANGE 32 East 11 12 -17 -16 --15 -18--19 20 22 23 24 26 29 25 30 -28 27 33 -36 32

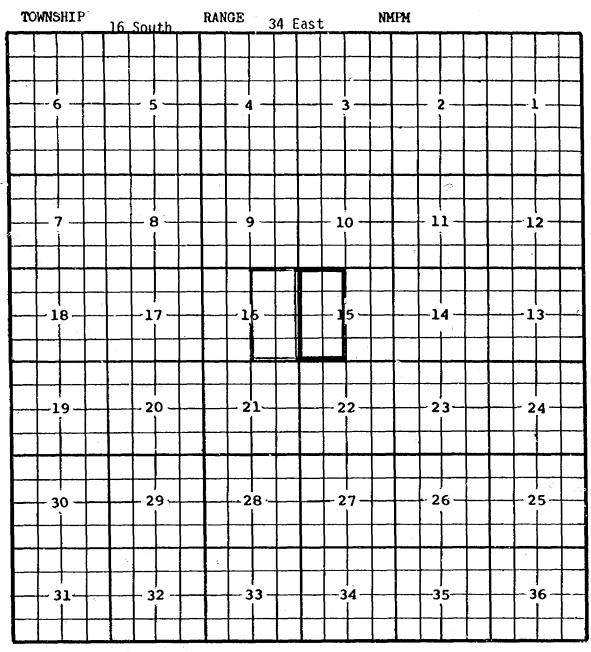
PURPOSE: One completed gas well capable of producing.

Cleary Petroleum Corporation New Mexico "B" Federal Well #1 in N-3-21-32. Completed in the Morrow formation on October 8, 1976. Top of perforations

13,734'.					
de la seconda			•		
POOL BOUNDARY	OUTLINED IN RED.	· · · · · · · · · · · · · · · · · · ·		•	
PROPOSED POOL	EXTENSION OUTLINED IN GREEN.	Section 3:	Lots 9,10,11,12,1	3,14,15	& <u>1</u> 6
				•	
				•	

COUNTY LEA

POOL KEMNITZ-MORROW GAS



PURPOSE: One completed gas well capable of producing.

Elk Oil Compar	ny Northeast Kemnitz We	11 #1 i	n M-15-16-34.	Completed	in the
Morrow formati	ion on October 28, 1976	. Top	of perforatio	ns 13,108'.	
	±6.				
POOL BOUNDARY	OUTLINED IN RED.				
PROPOSED POOL	EXTENSION OUTLINED IN	GREEN.	SECTION 15:	W/2	
	<				
A					<del></del>

CASE NO. 5855 (s) EXTENSION OF AN EXISTING GAS POOL COUNTY Eddy POOL Little Box Canyon-Morrow Gas TOWNSHIP RANGE NMPM 5 -8 10 - 11 -12 -- 17 -- 16 --15-14 -- 18 - 20 --19 22-21-23-24 -30 - 29 28 27 - 26 25 31-32 - 33 -- 34 --- 35 -- 36 -Purpose: One completed gas well capable of producing. #& Ut. S.T.R. Comp. Operator Lease 9-12-76 Morrow 8240 1-I 13-21-21 Box Canyon GJ Fed. Com

Yates Pet.Corp. Box Canyon 1-I 13-21-21 9-12-76 Morrow
GJ Fed. Com

Proposed extension outlined in blue.

Section 13: E/2

COUNTY

POOL Little Box Canyon-Morrow Gas **TOWNSHIP** 218 RANGE 22E NMPM - 8 -10 --11--12 18 -- 15 --17 --16 -14 --13--19 - 20 -- 21-22-23 24 -30 · 29-- 28 -- 27 -- 26 -25-32 -- 33 -34-35 31-36 Purpose: Refer to exhibit 1 Pool boundary outlined in red. Proposed extension outlined in blue. Section 18: W/2

Eddy POOL South Loco Hills Q-G-SA TOWNSHIP 188 RANGE 29E NMPM 8 -10 -- 11 --12 -17 - 18 --16 - 15 -14 -13-- 20 -**-19** - 21-- 22 -- 23-- 28 --30 - 27 - 26 25 31-- 33 - 34 -35 36 One completed oil well capable of producing. Purpose: #& Ut. S.T.R. TOP Operator Lease Comp. Form. Gene A. Snow Aztec St. 2-D 32-18-29 8-5-76 Q-G-SA 1868' Pool boundary outlined in red. Proposed extension outlined in blue. Section 32: N/2 NW/4

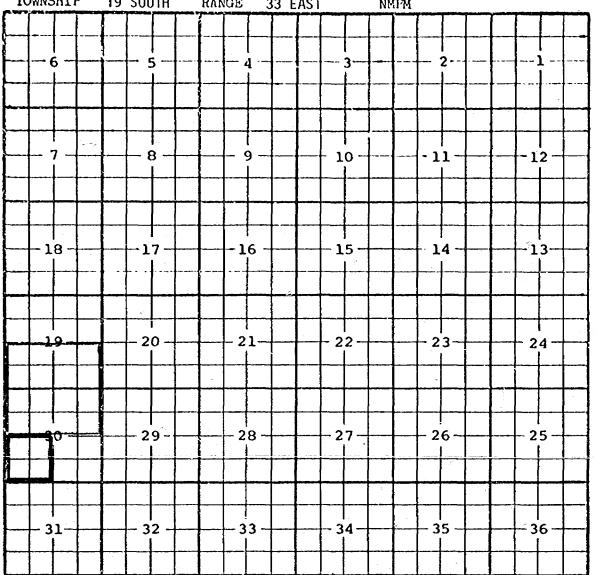
CASE NO. 5855 (u) EXTENSION OF AN EXISTING OIL POOL MANY GATES-ABO COUNTY CHAVES POOL 9 SOUTH TOWNSHIP RANGE 30 EAST NMPM 10 -- 11 --16 15-14 -- 18 -20 -22-23 24 28 26. 30 - 29 : 35 -36 -PURPOSE: One completed oil well capable of producing.

bi iccon ranage	ment corpor	racion na	muru wer	1 #2 10	r-31-9-3	o. Compri	etea in
the Abo format	ion on Sep	tember 2,	1976. To	p of per	foration	s 7,176 fo	eet.
POOL BOUNDARY	OUTLINED IN	RED.	*				
PROPOSED POOL	EXTENSION (	OUTLINED	IN GREEN.	SECTION	31: NW	1/4	
							ye abas
							:

POOL Nash Draw-Atoka Gas COUNTY Eddy TOWNSHIP 23\$ RANGE 29E NMPM 8 -- 10 --11-- 18 --17 -16 - 15 -14 --19 - 20 -- 21-22-- 23--30 -29 - 28 -27-- 26 -- 31-- 32 - 33 -- 34 -35 36 Purpose: One completed gas well capable of producing. #& Ut. S.T.R. Comp. Operator Lease Form. TOP Mesa Pet.Corp. Nash Unit 3-K 12-23-29 10-25-76 Atoka 12314' Pool boundary outlined in red. Proposed extension outlined in blue. Section 12: S/2 Section 13: E/2

COUNTY Eddy Red Lake-Penn. Gas POOL TOWNSHIP RANGE **18**S 27E NMPM 10 --11 -12 -- 18 -16 15 14 -13-- 20 -- 21-22-- 23-24-- 28 -27-- 26 -- 25 - 31-- 32 --33-- 35 -- 36 -- 34 --Purpose: One completed gas well capable of producing. Lease #& Ut. S.T.R. Comp. Form. Operator Rio Pecos Yates Pet.Corp. 1-C 29-18-27 10-23-76 Morrow 9336' GB Com Pool boundary outlined in red. Proposed extension outlined in blue. Section 29: N/2 Section 30: N/2

COUNTY Eddy POOL Scanlon-Morrow Gas TOWNSHIP RANGE 20S 29E **NMPM** 6 -5 · 8 10 -- 11 --12 -16 - 15 -- 18 --17 14 --13--19 - 20 - 21-22 23-24 -30 -- 29 - 28 -- 27 -- 26 -25 --33-- 34 -35 -36 One completed gas well capable of producing. TOP Comp. Operator Lease #& Ut. S.T.R. Form. Harvey E. Yates Pennzoil Fed. 1-F 32-20-29 5-6-76 Morrow 11539' Co. Inc. Pool boundary outlined in red. Proposed extension outlined in blue. Section 32: N/2



PURPOSE: One completed oil well producing from Yates and Seven Rivers formations. Extend the vertical limits of South Tonto Yates Pool to include Seven Rivers formation and redesignate pool as South Tonto Yates Seven Rivers Pool.

Wallen Production Company Wallen Tonto Well #1 in N-30-19-33. Completed in the Yates and Seven Rivers formations on December 5, 1976. Top of perforations 2896 feet.

POUL BOUND	ART UUILINED	IR RED.			
PROPOSED PO	OOL EXTENSION	OUTLINED IN GREE	N. SECTION 30:	SW/4	
		<del></del>			<del></del> ,

CASE NO. 5855 (z) EXTENSION OF AN EXISTING GAS POOL

POOL

COUNTY

LEA

TOWNSHIP 22 South RANGE 37 East NMPM -11-- 8 -9 -10 --12 17 -18 -16 15 14 13 -19 - 20 -- 22 - 23-24 29 25 -30 27 26-32 33 31. 34--- 35 PURPOSE: One completed oil well in a gas pool capable of producing. Gulf Oil Corporation Manda B Tr. c Well #1 in C-28-22-37. Completed in the Tubb formation on December 15, 1976. Top of perforations 6126 feet. POOL BOUNDARY OUTLINED IN RED. PROPOSED POOL EXTENSION OUTLINED IN GREEN. SECTION 28: N/2

TUBB GAS

Eddy Winchester-Morrow Gas COUNTY POOL TOWNSHIP 19S RANGE 28E NMPM 8 -10 --11--12 18 --17 --16 - 15. 14 --19 - 20 -21-22 - 23 24 -30 -- 29 -- 28 27-- 26 -- 25 -32 -34-31 36 -Purpose: One completed gas well capable of producing. Operator Lease #& Ut. S.T.R. TOP Comp. Form. Angell Ranch 1-B 33-19-28 12-15-76 Morrow 10912' Penroc Oil Corp. Com Pool boundary outlined in red. Proposed extension outlined in blue. Section 33: N/2

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# NOMENCLATURE ADVERTISEMENT FOR FEBRUARY 1977 CASE NO. 5855

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

a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Illinois Camp-Morrow Gas Pool. The discovery well is Yates Petroleum Corporation H-Y State GH No. 1 located in Unit K of Section 31, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

### TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM Section 31: S/2

b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the POW-Morrow Gas Pool. The discovery well is Yates Petroleum Corporation State CK No. 1 located in Unit C of Section 4, Township 17 South, Range 26 East, NMPM. Said pool would comprise:

### TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM Section 4: N/2

√c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Revelation-Morrow Gas Pool. The discovery well is Belco Petroleum Corporation Jones Com Well No. 1 located in Unit I of Section 9, Township 22 South, Range 25 East, NMPM. Said pool would comprise:

# TOWNSHIP 22 SOUTH, RANGE 25 EAST, NMPM Section 9: E/2

d) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Southwest Sulphate-Delaware Pool. The discovery well is Hanson Oil Corporation Gulf Federal Well No. 1 located in Unit M of Section 12, Township 25 South, Range 26 East, NMPM. Said pool would comprise:

# TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM Section 11: E/2 SE/4 Section 12: W/2 SW/4

e) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Fusselman production and designated as the Teague-Fusselman Pool. The discovery well is Carter Foundation Production Company E.C. Hill Federal Well No. 5 located in Unit E of Section 35, Township 23 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 35: NW/4

f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the North Turkey Track-Morrow Gas Pool. The discovery well is Hondo Drilling Company Alscott Well No. 1 located in Unit G of Section 31, Township 18 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 29: S/2 Section 31: N/2 Section 32: N/2

 $\sqrt{g}$ ) EXTEND the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 14: E/2

/h) EXTEND the Avalon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM Section 34: S/2

√i) EXTEND the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM Section 8: S/2

 $\sqrt{\mathfrak{J}}$ ) EXTEND the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 34: N/2

/k) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 7: E/2

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

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM Section 1: SE/4

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM Section 6: S/2 and NE/4

 $\sqrt{\text{m}}$ ) EXTEND the East Chisum-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 16: S/2 NE/4

 $\sqrt{\,$ n} EXTEND the Corbin Queen Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 35: SW/4

 $\sqrt{\sigma}$ ) EXTEND the Cruz-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNS IIP 23 SOUTH, RANGE 32 EAST, NMPM Section 25: NE/4

 $\sqrt{p}$ ) EXTEND THE Esperanza-Delaware Pool in Eddy County, New Mexico, to înclude therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 10: N/2 NE/4 Section 11: W/2 NW/4 and NW/4 SW/4

q) EXTEND the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 3: Lots 9, 10, 11, 12, 13, 14, 15 and 16

(r) EXTEND the Kemnitz-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 15: W/2

/s) EXTEND the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM Section 13: E/2

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM Section 18: W/2

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t) EXTEND the South Loco Hills-Queen Grayburg, San Andres Pool in Eddy County, New
Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2 NW/4

u) EXTEND the Maljamar-Grayburg, San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 14: NE/4

 $\sqrt{ec{ec{ec{v}}}}$ ) EXTEND the Many Gates-Abo Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM Section 31: NW/4

√w) EXTEND the Nash Draw-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 12: S/2 Section 13: E/2

x) EXTEND the Red Lake-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM Section 29: N/2 Section 30: N/2

/y) EXTEND the Scanlon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2

Nomenclature Advertisement February 1977

z) EXTEND the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, to include the Seven Rivers formation and redesignate said pool as the South Tonto-Yates, Seven Rivers Pool, and extend the horizontal limits of said pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 30: SW/4

aa) EXTEND the Tubb Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 28: NW/4

bb) EXTEND the Winchester-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM Section 33: N/2

### 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. 5855 ORDER NO. <u>R-5361</u>

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

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9:00 a.m. on February 2, 1977, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this \_\_\_\_\_ day of February, 1977, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

#### FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Illinois Camp-Morrow Gas Pool. Said Illinois Camp-Morrow Gas Pool was discovered by the Yates Petroleum Corporation H-Y State GH Well No. 1 located in Unit K of Section 31, Township 18 South, Range 28 East, NMPM. It was completed in the Morrow formation on September 15, 1976. The top of the perforations is at 10,414 feet.
- (3) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of POW-Morrow Gas Pool. Said POW-Morrow Gas Pool was discovered by the Yates Petroleum Corporation State CK Com Well No. 1 located in Unit C of Section 4, Township 17 South, Range 26 East, NMPM. It was completed in the Morrow formation on July 27, 1973. The top of the perforations is at 7,963 feet.
- (4) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of Revelation-Morrow Gas Pool. Said Revelation-Morrow Gas Pool was discovered by the Belco Petroleum Corporation Jones Com Well No. 1 located in Unit I of Section 9, Township 22 South, Range 25 East, NMPM. It was completed in the Morrow formation on September 17, 1976. The top of the perforations is at 10,385 feet.
- (5) That there is need for the creation of a new oil pool in Eddy County, New Mexico, for the production of oil from the Delaware formation, said pool to bear the designation of Southwest Sulphate-Delaware Pool. Said Southwest Sulphate-Delaware Pool was discovered by the Hanson Oil Corporation Gulf Federal Well No. 1 located in Unit M of Section 12, Township 25 South, Range 26 East, NMPM. It was completed in the Delaware formation on July 13, 1976. The top of the perforations is at 1,928 feet.
- (6) That there is need for the creation of a new oil pool in Lea County, New Mexico, for the production of oil from the Fusselman formation, said pool to bear the designation of Teague-Fusselman Pool. Said Teague-Fusselman Pool was discovered by the Carter Foundation Production Company E. C. Hill Federal Well No. 5 located in Unit E of Section 35, Township 23 South, Range 37 East, NMPM. It was completed in the Fusselman formation on December 3, 1976. The top of the perforations is at 8,069 feet.

- (7) That there is need for the creation of a new gas pool in Eddy County, New Mexico, for the production of gas from the Morrow formation, said pool to bear the designation of North Turkey Track-Morrow Gas Pool Said North Turkey Track-Morrow Gas Pool was discovered by the Hondo Drilling Company Alscott Well No. 1 located in Unit G of Section 31, Township 18 South, Range 29 East, NMPM. It was completed in the Morrow formation on July 6, 1976. The top of the perforations is at 11,079 feet.
- (8) That there is need for the extension of the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, to include the Seven Rivers formation, redesignating said pool as the South TontoxYates, Seven Rivers Pool, and the extension of the horizontal limits of said South TontoxYates, Seven Rivers Pool.
- (9) That there is need for certain extensions to the Buffalo Valley-Pennsylvanian Gas Pool, Cato-San Andres Pool, the East Chisum-San Andres Pool, and the Many Gates-Abo Pool, all in Chaves County, New Mexico, and the Atoka-Pennsylvanian Gas Pool, the Avalon-Morrow Gas Pool, the Buffalo Valley-Pennsylvanian Gas Pool, the Burton Flat-Morrow Gas Pool, the South Carlsbad-Morrow Gas Pool, the Esperanza-Delaware Pool, the Little Box Canyon-Morrow Gas Pool, the South Loco Hills-Queen, Grayburg, San Andres Pool, the Nash Draw-Atoka Gas Pool, the Red Lake-Pennsylvanian Gas Pool, the Scanlon-Morrow Gas Pool, and the Winchester-Morrow Gas Pool, all in Eddy County, New Mexico, and the Corbin-Queen Pool, the Cruz-Delaware Pool, the Hat Mesa-Morrow Gas Pool, the Kemnitz-Morrow Gas Pool, and the Tubb Gas Pool, all in Lea County, New Mexico.

#### IT IS THEREFORE ORDERED:

(a) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Illinois Camp-Morrow Gas Pool, consisting of the following described area:

# TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM Section 31: S/2

(b) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the POW-Morrow Gas Pool, consisting of the following described area:

### TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM Section 4: N/2

(c) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the Revelation-Morrow Gas Pool, consisting of the following described area:

### TOWNSHIP 22 SOUTH, RANGE 25 EAST, NMPM Section 9: E/2

(d) That a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production, is hereby created and designated as the Southwest Sulphate-Delaware Pool, consisting of the following described area:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM Section 11: E/2 SE/4 Section 12: W/2 SW/4

(e) That a new pool in Lea County, New Mexico, classified as an oil pool for Fusselman production, is hereby created and designated as the Teague-Fusselman Pool, consisting of the following described area:

# TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 35: NW/4

(f) That a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production, is hereby created and designated as the North Turkey Track-Morrow Gas Pool, consisting of the following described area:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 29: S/2 Section 31: N/2 Section 32: N/2 -3-CASE NO. 5855 ORDER NO.

(g) That the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 14: E/2

(h) That the Avalon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM Section 34: S/2

(i) That the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM Section 8: S/2

(j) That the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 34: N/2

(k) That the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 7: E/2

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

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM Section 1: SE/4

TOWNSHIP 8 SOUTH, RANGE 31 EAST, NMPM Section 6: S/2 and NE/4

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

TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 16: S/2 NE/4

(n) That the Corbin Queen Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 35: SW/4

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

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 25: NE/4

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

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 10: N/2 NE/4 Section 11: W/2 NW/4 and NW/4 SW/4

(q) That the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 3: Lots, 9, 10, 11, 12, 13, 14, 15 and 16

(r) That the Kemnitz-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 15: W/2

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(s) That the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM Section 13: E/2

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM Section 18: W/2

(t) That the South Locó Hills Queen -Grayburg -San Andres Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2 NW/4

(u) That the Many Gates-Abo Pool in Chaves County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 9 SOUTH, RANGE 30 EAST, NMPM Section 31: NW/4

(v) That the Nash Draw-Atoka Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 12: S/2 Section 13: E/2

(w) That the Red Lake-Pennsylvanian Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM Section 29: N/2 Section 30: N/2

(x) That the Scanlon-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM Section 32: N/2

(y) That the vertical limits of the South Tonto-Yates Pool in Lea County, New Mexico, are hereby extended to include the Seven Rivers formation, and said South Tonto-Yates Pool is redesignated the South Tonto-Yates, Seven Rivers Pool. Also, said South Tonto-Yates, Seven Rivers Pool is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 30: SW/4

(z) That the Tubb Gas Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 28: N/2

(aa) That the Winchester-Morrow Gas Pool in Eddy County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM Section 33: N/2

#### IT IS FURTHER ORDERED:

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

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such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Commission within said 60-day period shall subject the well to cancellation of allowable.

(2) That the effective date of this order and all creations and extensions included herein shall be March 1, 1977.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNULD, Member

JOE D. RAMEY, Member & Secretary

SEAL