

Case No.

1315

Application, Transcript,
Small Exhibits, Etc.

CASE 1315: Magnolia Petr. Co. application
for unorthodox gas well location for its
Ah-Nus-Bah #1 Well in undesignated Lower
Gallup Gas Pool, San Juan County.

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

September 24, 1957

IN THE MATTER OF
CASE NO. 1315

TRANSCRIPT OF PROCEEDINGS

DEARNLEY - MEIER & ASSOCIATES
INCORPORATED
GENERAL LAW REPORTERS
ALBUQUERQUE, NEW MEXICO
3-6691 5-9546

NEW MEXICO OIL CONSERVATION COMMISSION

Mabry Hall

Santa Fe, NEW MEXICO

REGISTER

HEARING DATE _____ Examiner _____ September 24, 1957 TIME: 9:00 a.m.

NAME:	REPRESENTING:	LOCATION:
D.L. McLaughlin	SUN OIL Co.	Box 7820 DALLAS, TEX.
Gronville Dutton	✓	✓
Arch Ballou	✓	✓
V.T. LYON	CONTINENTAL OIL CO	Box 68 FUNICIE, N.M.
J. A. MOORE	" "	Roswell, N. M.
Nancy Loyal	N.M. Statehouse Printing Service	Santa Fe
T. H. Anderson	Anderson Petroleum Co.	Okla. City
J. Don Wiet	" "	Midland, Texas
John O. Walters	Standard Oil Co of Texas	Houston, Texas
R. H. Stewart	Mid Oil Co of Texas	Houston, Texas

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
September 24, 1957

IN THE MATTER OF:

Application of Magnolia Petroleum
Company for approval of an unorthodox
gas well location in an undesignated
Lower Gallup Gas Pool in San Juan
County, New Mexico. Applicant, in
the above-styled cause, seeks an order
authorizing an unorthodox gas well
location for its Ah-Nus-Bah No. 1 Well,
at a point 1980 feet from the West
line of Section 22, Township 25 North,
Range 11 West, San Juan County, New
Mexico. Said well was projected as a
wildcat oil well, but was found to be
productive of gas rather than oil.

CASE NO.
1315

BEFORE:

Daniel S. Nutter, Examiner.

TRANSCRIPT OF HEARING

MR. NUTTER: The hearing will come to order please. The
first case on the Docket this morning will be case No. 1315.

MR. COOLEY: Case No. 1315. Application of Magnolia Pet-
roleum Company for approval of an unorthodox gas well location in
an undesignated Lower Gallup Gas Pool in San Juan County, New
Mexico.

MR. NUTTER: We have a letter from Magnolia Petroleum
Company regarding Case 1315 in which W. C. Dougherty, District
Superintendent of production for Magnolia Petroleum Company at
Hobbs, New Mexico, has requested that this case be dropped from the

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, J. A. TRUJILLO, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing was reported by me in Stenotype at the time and place hereinbefore set forth; that same was thereafter transcribed into typewritten transcript by me; and that same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal this, the 30th day of September, 1957, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

J. A. Ingello
NOTARY PUBLIC

My Commission Expires:
October 5, 1960.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 1315, heard by me on 9-24, 1957.

James H. Butler, Examiner
New Mexico Oil Conservation Commission

OIL CONSERVATION COMMISSION
P. O. BOX 871
SANTA FE, NEW MEXICO

October 11, 1957

C
O
P
Y

Mr. W. C. Dougherty
Magnolia Petroleum Company
P.O. Box 2406
Hobbs, New Mexico

Dear Sir:

We enclose a copy of Order R-1063, Order of Dismissal, issued
October 9, 1957, by the Oil Conservation Commission in Case 1325.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

bp
Encl.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE NO. 1315
Order No. R-1063

APPLICATION OF MAGNOLIA PETROLEUM
COMPANY FOR APPROVAL OF AN UNORTHODOX
GAS WELL LOCATION FOR ITS AH-NUS-BAH
NO. 1 WELL AT A POINT 1980 FEET FROM
THE SOUTH LINE AND 1980 FEET FROM THE
WEST LINE OF SECTION 22, TOWNSHIP 25
NORTH, RANGE 11 WEST, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF DISMISSAL

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
September 24, 1957, at Santa Fe, New Mexico, before Daniel S.
Nutter, Examiner duly appointed by the New Mexico Oil Conservation
Commission, hereinafter referred to as the "Commission," in accord-
ance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 9th day of October, 1957, the Commission,
a quorum being present, having considered the application and the
recommendations of the Examiner, Daniel S. Nutter, 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 the applicant, Magnolia Petroleum Company, by
letter dated September 17, 1957, requested that this case be
dismissed.

IT IS THEREFORE ORDERED:

That the application in Case 1315 be and the same is
hereby dismissed.

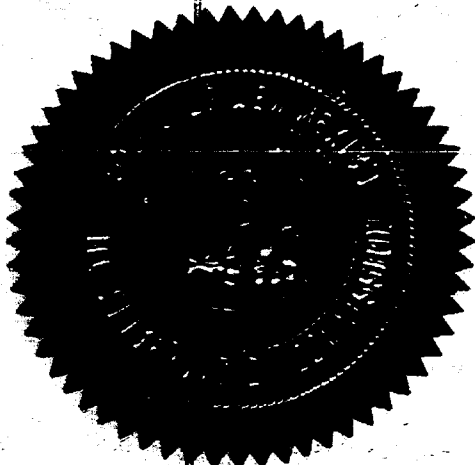
DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

E. J. Mechem
EDWIN L. MECHEM, Chairman

M. E. Morgan
MURRAY E. MORGAN, Member

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



DOCKET: EXAMINER HEARING SEPTEMBER 24, 1957

Oil Conservation Commission 9:00 a.m., Mabry Hall, State Capitol, Santa Fe

The following cases will be heard before Daniel S. Nutter, Examiner:

- CASE 1315: Application of Magnolia Petroleum Company for approval of an unorthodox gas well location in an undesignated Lower Gallup Gas Pool in San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order authorizing an unorthodox gas well location for its Ah-Nus-Bah No. 1 Well, at a point 1980 feet from the South line and 1980 feet from the West line of Section 22, Township 25 North, Range 11 West, San Juan County, New Mexico. Said well was projected as a wildcat oil well but was found to be productive of gas rather than oil.
- CASE 1316: Application of Sun Oil Company for approval of an 80-acre non-standard gas proration unit and an unorthodox gas well location in the Crosby-Devonian Gas Pool, Lea County, New Mexico, in exception to Rule 3 of Order No. R-639-A. Applicant, in the above-styled cause, seeks an order authorizing an 80-acre non-standard gas proration unit in the Crosby-Devonian Gas Pool consisting of the E/2 SE/4 of Section 20, Township 25 South, Range 37 East, Lea County, New Mexico. Applicant further seeks approval of the unorthodox location of its B. T. Lanehart Well No. 3 at a point 330 feet from the South and East lines of said Section 20. The said B. T. Lanehart Well No. 3 was projected as an oil well and was found to be productive of gas rather than oil.
- CASE 1317: Application of Sunray Mid-Continent Oil Company for approval of a 320-acre non-standard gas proration unit in the Jalmat Gas Pool, Lea County, New Mexico and for the forced pooling of all interests therein within the vertical limits of the Jalmat Gas Pool. Applicant, in the above-styled cause, seeks an order establishing a 320-acre non-standard gas proration unit in the Jalmat Gas Pool consisting of the NE/4 of Section 20, and the NW/4 of Section 21 of Township 20 South, Range 36 East, Lea County, New Mexico, said unit to be dedicated to the applicant's Greer No. 2 Well located in the NW/4 NW/4 of said Section 21. Applicant further requests the forced pooling of the interests of all persons within the vertical limits of the Jalmat Gas Pool underlying the above-described acreage.
- CASE 1318: Application of Continental Oil Company for approval of two 160-acre non-standard gas proration units in the Jalmat Gas Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order establishing two 160-acre non-standard gas proration units in the Jalmat Gas Pool, one unit to consist of the N/2 N/2 of Section 23, Township 22 South, Range 36 East, Lea County, New Mexico, which is to be dedicated to the applicant's Meyer B-23 No. 1 Well located in the NE/4 NW/4 of said Section 23; and the other unit to consist of the S/2 N/2 of said Section 23 which is to be dedicated to the

applicant's Meyer B-23 No. 3 Well located in the SW/4 NW/4 of said Section 23. The entire N/2 of said Section 23 is presently dedicated to the above-described Meyer B-23 No. 1 Well.

CASE 1319: Application of Standard Oil Company of Texas for an order authorizing the production into a common tank battery of the oil produced from two separate leases in the Atoka Pool, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order authorizing the production into a common tank battery of the oil produced from two separate leases in the Atoka Pool. Said leases comprise the SW/4 SW/4 of Section 13 and the SE/4 SE/4 of Section 14, all in Township 18 South, Range 26 East, Eddy County, New Mexico.

ir/

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Date 9-24-57

CASE 1315

Hearing Date 9-24-57 @ 9 am
DSN @ SF

My recommendations for an order in the above numbered cases are as follows:

*write order dismissing
case as requested
by applicant in
letter of Sept 17, 1957.*

Samuel H. Miller
Staff Member

MAIN OFFICE
MAGNOLIA PETROLEUM COMPANY

1957 SEP 19 AM 8:05

A SOCONY MOBIL COMPANY

P. O. Box 2406
Hobbs, New Mexico
September 17, 1957

Case 1315
Harrison

Mr. A. L. Porter, Jr., Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. Nutter

Re: Ah-Nus-Bah #1
Sec. 22, T-25N, R-11W
Undesignated Lower Gallup Field
San Juan County, New Mexico

Dear Sir:

Inasmuch as Magnolia Petroleum Company is scheduled on your docket of September 24, 1957, for hearing on the subject named well, please consider this as our request that this be dropped from the September 24th docket.

Application of Magnolia Petroleum Company for approval of an unorthodox gas well location in the subject named pool was assigned Case 1315. It is the request of this company that we delay such hearing until a later date.

Thank you for your attention to this request, which was discussed verbally with the writer on September 16, 1957.

Yours very truly,

W. C. Dougherty

W. C. Dougherty
District Superintendent
of Production

WCD:mc

cc: R. D. Myers, Jr.
L. E. Robinson, Jr.
Jack Vickrey

Case 1315 9-16

Talked w/ Daugherty today.

Magnolia has
decided not
to ask for
approval of
this non-std
location for a
gas well for
the time being.

Letter requesting
dismissal will
follow

AM

Case 1315

MAIN OFFICE

MAGNOLIA PETROLEUM COMPANY

A SOCONY MOBIL COMPANY

1957 AUG 19 AM 8:42

Box 2406
Hobbs, New Mexico
August 14, 1957

*Ex ltr
DSN to SF
9-24-57
9 am
Case 1315*

*date may be
will request having
gas well on
oil well location
San Juan County*

New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

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

Re: Ah-Nus-Bah #1
Sec. 22, T-25N, R-11W
Undesignated Lower Gallup Field
San Juan County, New Mexico
1980' FSL + 1980 FWC
Sec 22, 25N, 11W

Dear Sir:

Please be advised that subject named well was completed as a single gas well July 17, 1957. The offset operators are as follows:

Anderson-Pritchard, Oklahoma City, Oklahoma - Southwest
Gulf Oil Corporation, Fort Worth, Texas - West
Shell Oil Company, Midland, Texas - North
Sunray-Mid-Continent Oil Co., Tulsa, Oklahoma - Northeast.

These operators have been notified accordingly of such completion effective this date.

Please accept this as our application for administrative approval.

Yours very truly,

W. C. Dougherty

W. C. Dougherty
District Superintendent

WCD:lb

cc: Anderson-Pritchard
Gulf Oil Corp.
Shell Oil Co.
Sunray-Mid-Continent Oil Co.

*Docket mailed 9-13-57
BP*