

CASE 3427:

SOUTHEASTERN NEW MEXICO
NOMENCLATURE

Case Number

3427

Application
Transcripts.

Small Exhibits

ETC.

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. 3427
Order No. R-3091

THE APPLICATION OF THE OIL
CONSERVATION COMMISSION UPON
ITS OWN MOTION FOR AN ORDER
EXTENDING CERTAIN POOLS IN
LEA AND ROOSEVELT COUNTIES,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 13, 1966, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 18th day of July, 1966, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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 subject matter thereof.

(2) That there is need for certain extensions to the North Bagley-Middle Pennsylvanian Pool, the Flying "M"-San Andres Pool, the Justis-Blinebry Pool, and the Morton-Lower Wolfcamp Pool, all in Lea County, New Mexico, and the Todd-San Andres Pool in Roosevelt County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That the North Bagley-Middle Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NNPM
SECTION 15: SW/4

(b) That the Flying "M"-San Andres Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein;

(b) Continued on Page 2.

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CASE NO. 3427
Order No. R-3091

(b) TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
SECTION 28: NE/4

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

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM
SECTION 34: E/2 NE/4

(d) That the Morton-Lower Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined, and described, is hereby extended to include therein:

TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM
SECTION 6: SW/4

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

TOWNSHIP 7 SOUTH, RANGE 36 EAST, NMPM
SECTION 30: W/2

IT IS FURTHER ORDERED:

That the effective date of this order and all extensions included herein shall be August 1, 1966.

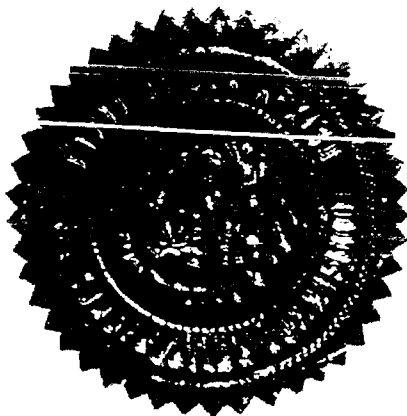
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Jack M. Campbell
JACK M. CAMPBELL, Chairman

Clinton B. Hays
CLINTON B. HAYS, Member

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



JULY 13, 1966, REGULAR HEARING

CASE 3427: Southeastern New Mexico nomenclature case calling for an order for the extension of certain pools in Lea and Roosevelt Counties, New Mexico:

- a) EXTEND the North Bagley-Middle Pennsylvanian Pool to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM
SECTION 15: SW/4

- b) EXTEND the Flying "M"-San Andres Pool to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
SECTION 28: NE/4

- c) EXTEND the Justis-Blinebry Pool to include therein:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM
SECTION 34: E/2 NE/4

- d) EXTEND the Morton-Lower Wolfcamp Pool to include therein:

TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM
SECTION 6: SW/4

- e) EXTEND the Todd-San Andres Pool to include therein:

TOWNSHIP 7 SOUTH, RANGE 36 EAST, NMPM
SECTION 30: W/2

DOCKET: REGULAR HEARING - WEDNESDAY - JULY 13, 1966

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

- ALLOWABLE: (1) Consideration of the oil allowable for August, 1966.
- (2) Consideration of the allowable production of gas for August, 1966, from thirteen prorated pools in Lea, Eddy, and Roosevelt Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for August, 1966.

CASE 3424: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the amendment of Rule 701 E 4 of the Commission Rules and Regulations to permit the assignment of allowables to waterfloods in Southeast New Mexico equal to the normal unit allowable times the appropriate proportional depth factor when the normal unit allowable exceeds the Southeast New Mexico Area Allowable Factor of 42. The area allowable factor would remain as the governing allowable factor when the normal unit allowable is less than 42 barrels per day. A similar revision with respect to the Northwest Area Allowable Factor of 70 will also be considered.

CASE 3425: In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider all aspects of the possible adoption of a bonus discovery allowable for the state of New Mexico. Although testimony both pro and con the discovery allowable will be presented by the Commission staff, the Commission invites and will entertain full discussion and testimony from the industry as to the advantages and disadvantages of a discovery allowable and the advisability of the adoption thereof, as well as suggested rules relating to the administration of a bonus discovery allowable, the amount of the allowable, the length of time and the number of wells to which it should apply, and any other pertinent facts relating thereto.

CASE 3426: Application of Penroc Oil Corporation for an unorthodox gas well location and for the amendment of Order R-2581, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a second well in Section 19, Township 21 South, Range 24 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, said well to be located at an unorthodox location for said pool 660 feet from the South and East lines of Section 19. Applicant further proposes that the allowable for the 640-acre unit comprising all of said Section 19 could be produced from either or both of the wells on the unit in any proportion. Applicant further requests an amendment to Order No. R-2581, which force-pooled all mineral interests in the Upper Pennsylvanian formation underlying said Section 19, to permit the allocation of well costs among the interest owners in said unit and the recovery thereof out of production from both wells, together with cost of operation thereof.

NOMENCLATURE ADVERTISEMENT FOR JULY, 1966

CASE 2487

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

a) EXTEND the North Bagley-Middle Pennsylvanian Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 11 SOUTH, RANGE 33 EAST, NNPM
SECTION 15: SW/4

b) EXTEND the Flying "M"-San Andres Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 9 SOUTH, RANGE 33 EAST, NNPM
SECTION 28: NE/4

c) EXTEND the Justis-Blinbry Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 24 SOUTH, RANGE 37 EAST, NNPM
SECTION 34: E/2 NE/4

d) EXTEND the Morton-Lower Wolfcamp Pool in Lea County, New Mexico, to include therein:

✓ TOWNSHIP 15 SOUTH, RANGE 35 EAST, NNPM
SECTION 6: SW/4

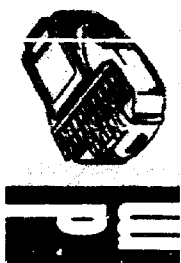
e) EXTEND the Todd-San Andres Pool in Roosevelt County, New Mexico, to include therein:

✓ TOWNSHIP 7 SOUTH, RANGE 36 EAST, NNPM
SECTION 30: W/2

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1170 SIMMS BLDG. • P. O. BOX 1092 • PHONE 243-6491 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 13, 1966

REGULAR HEARING

IN THE MATTER OF:

Southeastern New Mexico
Nomenclature

Case No. 3427

BEFORE:

Honorable Jack M. Campbell, Governor
Mr. Guyton B. Hays, Land Commissioner
Mr. A. L. "Pete" Porter, Secretary-Director

TRANSCRIPT OF HEARING

MR. PORTER: The next case is Case 3427.

MR. HATCH: Southeastern New Mexico Nomenclature Case.
(Witness sworn.)

J. D. RAMEY

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

DIRECT EXAMINATION

BY MR. HATCH:

Q Would you state your name and position for the record, please?

A J. D. Ramey, supervisor of District 1, New Mexico Oil Conservation Commission.

Q Are you personally making an examination concerning the nomenclature of assigned pools in Lea and Roosevelt Counties, New Mexico?

A Yes, sir.

Q Do you have an exhibit for the Commission?

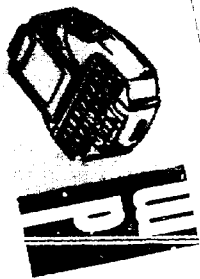
A Yes, sir.

Q Will you please refer to this exhibit as the document that has been prepared and point out any substantial difference between the two?

A No difference except what is present on the document.

Q Do you have anything further to add?

A I am a short witness.





Q Was this exhibit prepared by you or under your supervision?

A Yes.

(Whereupon, Oil Conservation Commission's Exhibit 1 was marked for identification.)

MR. HATCH: I move at this time the introduction of Exhibit Number 1.

MR. PORTER: Hearing no objection, the Exhibit will be admitted. Anyone have a question of the Witness? The Witness may be excused. If there is nothing further to come before the Commission, the hearing is adjourned.

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Direct Examination by Mr. Hatch	

EXHIBITS

MARKED FOR IDENTIFICATION

Oil Conservation Commission's Exhibit No. 1	3
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STATE OF NEW MEXICO)
COUNTY OF BERNALILLO) ss

I, ADA DEARNLEY, do hereby certify that the foregoing Transcript of Proceedings before the Oil Conservation Commission was by me personally recorded; that said transcript is a true record of the proceedings had; that I am neither attorney nor counsel for, nor related to or employed by any of the parties to the action in which this record is taken, and that I am not a relative or employee of any attorney or counsel employed by the parties hereto or financially interested in the action.

Ada Dearnley

NOTARY PUBLIC

My Commission Expires:

June 19, 1967

CASE 3427: (a) EXTENSION OF AN EXISTING OIL POOL

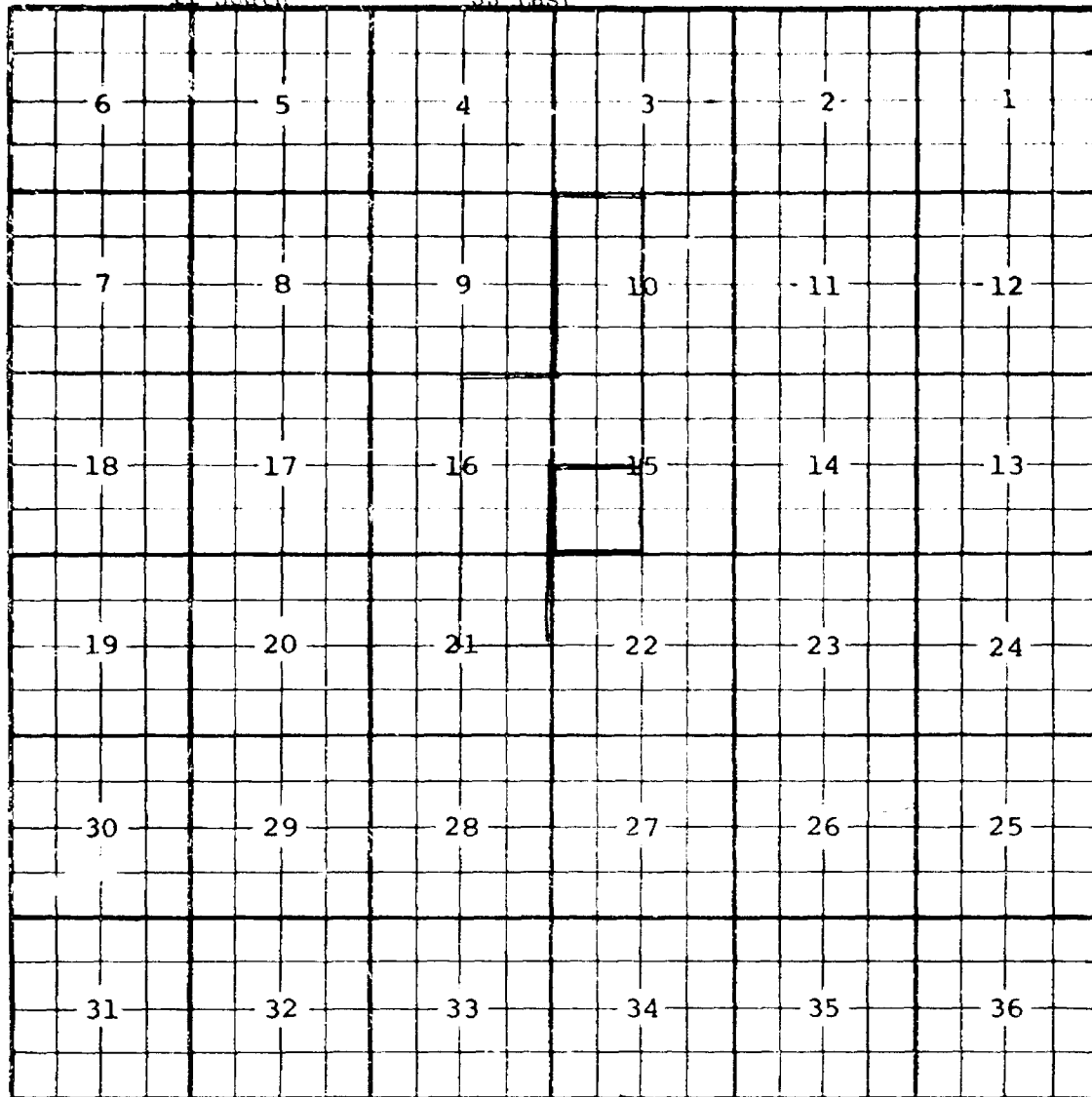
COUNTY LEA

POOL NORTH BAGLEY-MIDDLE PENNSYLVANIAN

TOWNSHIP 11 South

RANGE 33 East

NMPM



PURPOSE: One completed oil well capable of producing.

ALLEN K. TROBAUGH - Dallas D in Unit M of Section 15-11-33. Completed in Middle Pennsylvanian on May 4, 1966. Top of Perforations 9756'.

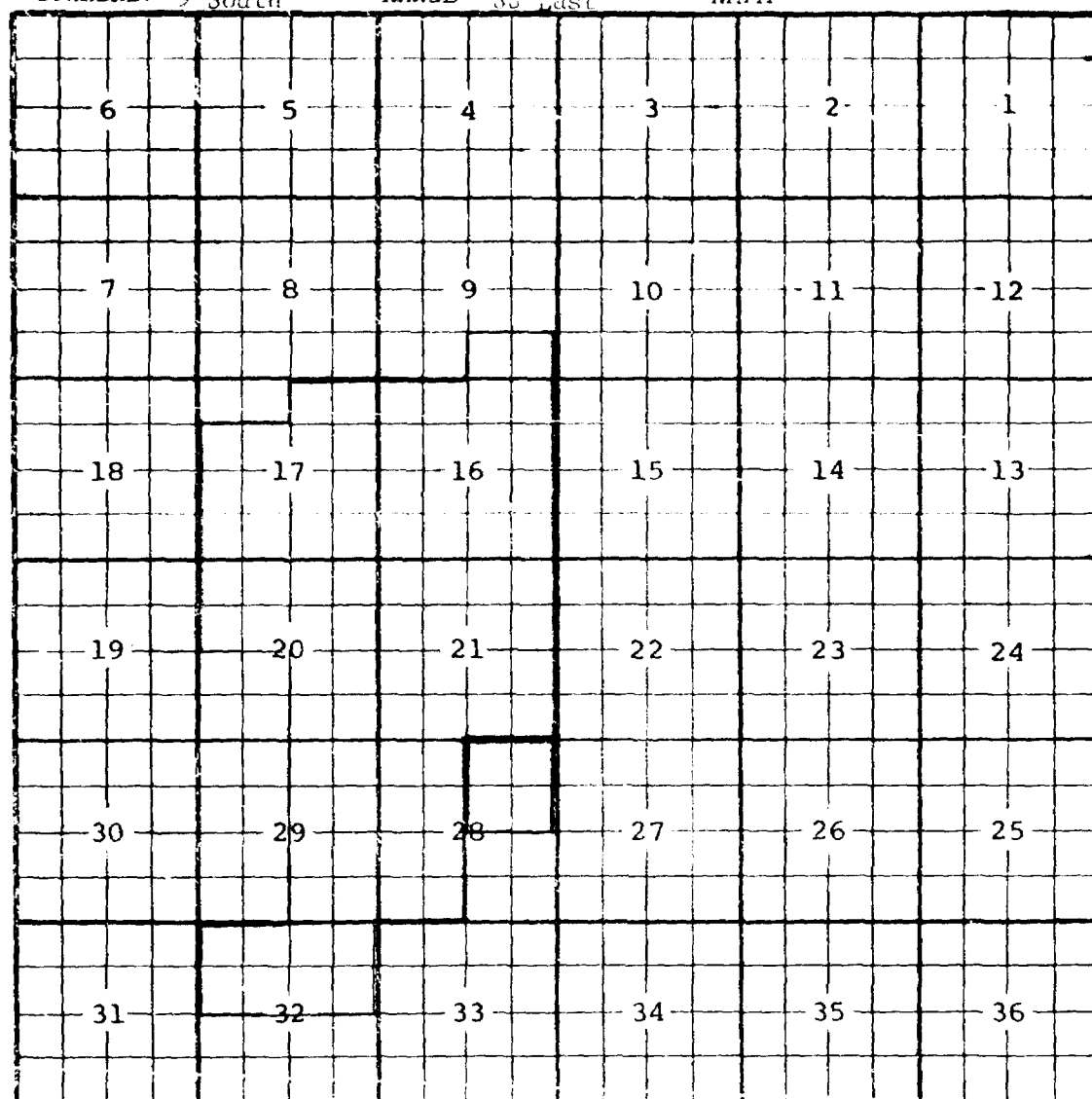
Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 15: SW/4

CASE 3427: (b) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA FOOL FLYING "D"-SAN ANDRES

TOWNSHIP 9 South RANGE 33 East NMFM



PURPOSE: One completed oil well capable of producing.

SOUTHLAND ROYALTY COMPANY - Grady Ferguson #1 in Unit B of Section 26-9-33.

Completed in San Andres on May 7, 1966. Top of Perforations 4922'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 28: NE 1/4

CASE 3427: (c) EXTENSION OF AN EXISTING OIL POOL

COUNTY LEA

POOL JUSTIS-BLINEBRY

TOWNSHIP 24 South

RANGE 37 East

NMFM

6	5	4	3	2	1
7	8	9	10	11	12
18	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 oil well capable of producing.

HURBLE OIL & REFINING COMPANY - Jean Williams & S in Unit II of Section 34-24-37. Completed in Blinebry on April 25, 1966. Top of Perforations 5504'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 34: 6/2 KE/4

COUNTY LEA POOLNORTON-LOEBER HCLPC.MF

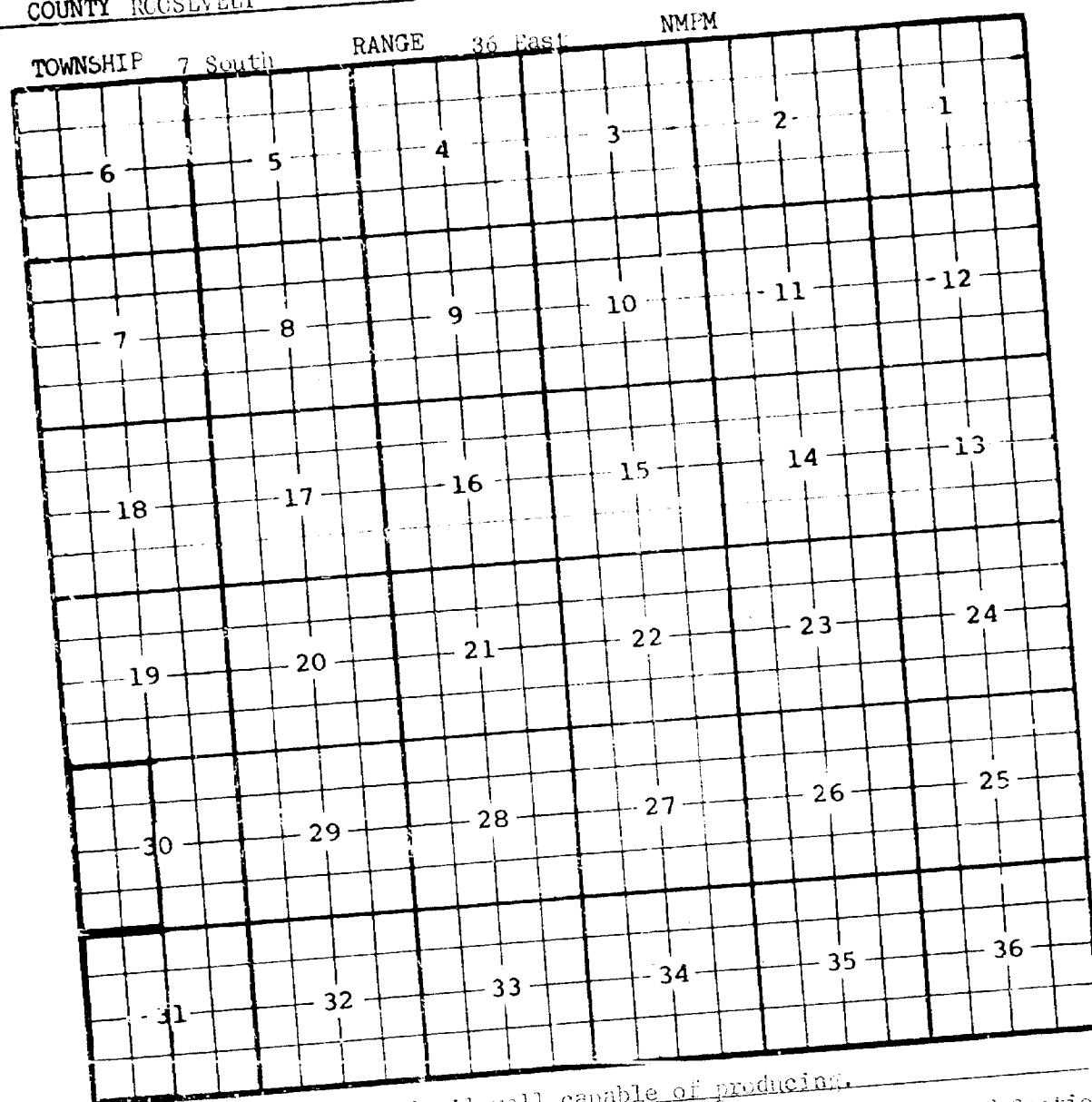
TOWNSHIP 15 South RANGE 35 East NMPM

J. M. HUBER CORPORATION - Stoltz State #1 in Unit 1 of Section 6-15-35...

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 4: 8874

CASE 3427: (c) EXTENSION OF AN EXISTING OIL POOL
COUNTY ROCSEVELT POOL TODD-SAN ANDRES



PURPOSE: One completed oil well capable of producing.
FRANKLIN, ASTON & PAIR, INC. - Livardois Federal oil in Unit A of Section
32-7-36. Completed in San Andres on May 6, 1966. Top of Perforations
4234'.

Pool boundary colored in red.

Proposed pool extension colored in green. SECTION 30: 9, 2