

CASE 3622: Application of RYDER
SCOTT MANAGEMENT CO. for a water-
flood buffer zone - Eddy County.

Case Number

3622

Application
Transcripts.

Small Exhibits

ETC.

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIMMS BLDG. • P. O. BOX 1092 • PHONE 243-4491 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
September 27, 1967

EXAMINER HEARING

IN THE MATTER OF:)

Application of Ryder Scott)
Management Company for a waterflood)
buffer zone, Eddy County, New Mexico.)

CASE: 3622

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

MR. UTZ: The Hearing will come to order. The first case will be a dismissal case, 3622.

MR. HATCH: Application of Ryder Scott Management Company for a waterflood buffer zone, Eddy County, New Mexico.

I received a telephone call from Jerry Lossee representing the applicant in this case, requesting that the case be dismissed and I so move.

MR. UTZ: We have a telegram here from Texas Pacific concurring with Ryder Scott. Do you suppose concurring with the dismissal?

MR. HATCH: I think they were really concurring with the original application and not with the dismissal.

MR. UTZ: Without objection, Case 3622 will be dismissed.

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my Hand and Seal this 19th day of October.

Ida Dravensky
Notary Public

My Commission Expires:

June 19, 1971

I do hereby certify that the foregoing is
a complete and correct copy of the
the original. 3622
heard by me on Sept. 27, 1962
Thos. A. Mc, Examiners
New Mexico Civil Conservation Commission

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION TELEGRAM

W. P. MARSHALL
CHAIRMAN OF THE BOARD

R. W. McFALL
PRESIDENT

SYMBOLS

DL=Day Letter

NL=Night Letter

IN=International Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination.

LA099 NSC400 I

SEP 26 PH 2 33

NS MDA112 PD=MIDLAND TEX 26 310P CDT=

NEW MEXICO OIL CONSERVATION COMMISSION, ATTN A L PORTER
STATE LAND OFFICE BLDG SANTA FE NMEX:

REGARDING CASE #3622 TEXAS PACIFIC REPORTS RYDER SCOTT
MANAGEMENT COMPANY IN THEIR CASE #3622 TO BE HEARD
SEPTEMBER 27, 1967 WITH THE UNDERSTANDING THAT APPROVAL
WILL IN NO WAY CONSTITUTE INFRIENGMENT UPON COOPERATIVE
RIGHTS. TEXAS PACIFIC IS CURRENTLY CONSIDERING JOINING
RYDER SCOTT IN A COOPERATIVE LEASE LINE SECTION WELL
TO BE LOCATED SOMEWHERE IN THE VACINITY OF THE NE CORNER
OF THE STATE AL LEASE ENCOMPASSING THE SW/4 OF SECTION 20
OF T-18-S R-28-E EDDY COUNTY NEW MEXICO=

W H D HOLLOWAY DISTRICT ENGINEER TEXAS PACIFIC=

21

A. J. LOSEE
EDWARD B. STEWART

LAW OFFICES
LOSEE AND STEWART
CARPER BUILDING - P. O. DRAWER 239
ARTESIA, NEW MEXICO 88210

AREA CODE 505
746-3508

21 July 1967

Mr. George Hatch, Attorney
New Mexico Oil Conservation Commission
Santa Fe, New Mexico 87501

Dear George:

This will confirm our telephone conversation of this date in which Ryder Scott Management Company requested the Commission to vacate the setting, for an indefinite period, of its Case No. 3622, set for the July 26, 1967, examiner hearing.

With kind personal regards, I remain,

Very truly yours,

A. J. Losee
A. J. Losee

AJL:rh

cc: Mr. John Moffet
Ryder Scott Management Company
922 Eighth Street
Wichita Falls, Texas

DOCKET MAILED

Date 9-14-67
JK

MAIN OFFICE

'67 JUL 24 AM 8 14

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. 3622
Order No. R-3322

APPLICATION OF RYDER SCOTT MANAGEMENT
COMPANY FOR A WATERFLOOD BUFFER ZONE,
EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 27, 1967,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 4th day of October, 1967, the Commission, a
quorum being present, having considered the record and the recom-
mendations of the Examiner, and being fully advised in the
premises,

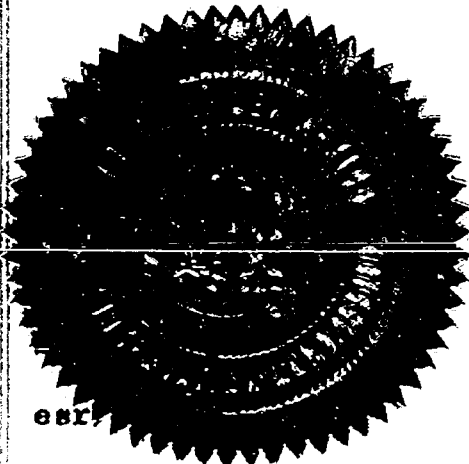
FINDS:

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

IT IS THEREFORE ORDERED:

That Case No. 3622 is hereby dismissed.

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



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

David F. Cargo
DAVID F. CARGO, Chairman

Gaston B. Hays
GASTON B. HAYS, Member

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

GOVERNOR
DAVID F. CARGO
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

P. O. BOX 2088
SANTA FE

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

October 4, 1967

Mr. Jerry Losee
Losee & Stewart
Attorneys at Law
Post Office Box 239
Artesia, New Mexico

Re: Case No. 3622
Order No. R-3222
Applicant: _____

Ryder Scott Management Co.

Dear Sir:

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

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC x
Artesia OCC x
Aztec OCC _____
Other _____

Docket No. 30-67

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 27, 1967

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

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 3622: (Continued from the July 26, 1967 Examiner Hearing)

Application of Ryder Scott Management Company for a waterflood buffer zone, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the N/2 NE/4, SW/4 NE/4 of Section 20, Township 18 South, Range 28 East, Eddy County, New Mexico, as waterflood buffer zone in the Artesia Pool offsetting its waterflood project in Section 21 and Cima Capitan's waterflood project in Section 17 of the same township.

CASE 3658: Application of Continental Oil Company for a non-standard gas proration unit and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a 240-acre non-standard gas proration unit comprising the NE/4 NW/4, NW/4 NE/4, and E/2 E/2 of Section 10, Township 20 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to be dedicated to its Sanderson B-1 Well No. 2 at a non-standard location 1650 feet from the North line and 330 feet from the East line of said Section 10.

CASE 3659: Application of Continental Oil Company for an amendment to Order No. R-3115, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3115 to substitute its SEMU Well No. 56 located in Unit I of Section 25, Township 20 South, Range 37 East, Eumont Pool, Lea County, New Mexico, as a water injection well in its Eumont Hardy Waterflood Project in lieu of SEMU Well No. 55 located in Unit J of said Section 25.

CASE 3660: Application of Tenneco Oil Company for a waterflood project and for an exception to Rule 104 C-I, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Upper Sand of the South Hospah Upper Sand Oil Pool on its Hospah Lease through five wells located in Units A, B, F, G, and H of Section 12, Township 17 North, Range 9 West, McKinley County, New Mexico, and on its Hospah "A" Lease through one well located in Unit L of said Section 12. Applicant, further seeks an exception to the well location requirements of Rule 104 C-I to permit the drilling of more than one well on a 40-acre tract, said wells being located closer than 660 to each other and with each 40-acre tract being subject to a single 40-acre allowable. The above exceptions, for the South Hospah Upper Sand Oil Pool and the South Hospah Lower Sand Oil Pool, would be applicable to Tenneco's leases comprising the SE/4 of Section 11 and all of Section 12, Township 17 South, Range 9 West.

September 27, 1967 Examiner Hearing
-2-

Docket No. 30-67

CASE 3513: (Reopened)

Application of Midwest Oil Corporation for an amendment to Order No. R-3179, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3179 which order denied 160-acre spacing for the Vada-Pennsylvanian Pool, Lea County, New Mexico, and established 80-acre spacing on a temporary basis. Applicant seeks the reopening of Case 3513 on the basis of new information not available at the time of the original hearing and the promulgation of temporary rules for said pool, including a provision for 160-acre proration units.

7-21-67

Jerry Lasee called - wants
36 2 2 continued indef. He
will probably amend the
application to include more land.

- New allowable will take
care of the needs at present present
of the well in the zone as it is
producing 5 2 bpd.

Jerry will send in a letter
requesting the continuance.

George

OIL CONSERVATION COMMISSION
P. O. BOX 2088
SANTA FE, NEW MEXICO

LEGAL DIVISION
PHONE 827-2741

July 27, 1967

DOCKET MAILED
Date 9-14-67

Mr. A. J. Losee
Losee & Stewart
Attorneys at Law
P. O. Box 239
Artesia, New Mexico

Re: Case 3622

Dear Jerry:

Please note that Case 3622 was continued to the
last Examiner Hearing in September. Tentative date
for the hearing is September 27, 1967.

I hope this allows you sufficient time.

Very truly yours,

GEORGE M. HATCH
Attorney

GMH/esr

C
O
P
Y

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS

1120 SIMMS BLDG. • P. O. BOX 1092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO



BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
July 26, 1967

EXAMINER HEARING

IN THE MATTER OF:

Application of Ryder Scott Management
Company for a water flood buffer zone,
Eddy County, New Mexico.

Case No. 3622

BEFORE:

Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

NEW MEXICO OIL CONSERVATION COMMISSION
EXAMINER HEARING

SANTA FE, NEW MEXICO

REGISTER

HEARING DATE JULY 26, 1967 TIME: 9 A.M.

NAME:	REPRESENTING:	LOCATION:
F.L. Hunt	Mobil O.I.L Corp	Midland, Tex
RL Hocker	Ameralco Pet Corp	Tulsa
Wack Easley	Charles Seed	Hobbs
Charles Ransom	Purco Pet.	Alb.
Mrs. Abbott	AGUA, Inc	Hobbs
J E Sperry	Modell, Seymour	Albuquerque
Jason Kellahin	Sperry, Roth & Harris	Santa Fe
P. J. McQuath	Kellahin & Fox	Farmington
Geoff Hughes	U. S. G. S.	
John S Russell	Texas Pacific Oil Co.	Midland, Tex
WV Kastler	"	Roswell, N.M.
JL Hutchison	Gulf Oil Corp	Roswell N.M.
JH Hoover	"	"
Chas Seed	"	"
A.L. Porter Jr.	OCC	Hobbs, N.M.
W.C. McCoy	"	Santa Fe, N.M.

MR. UTZ: The hearing will come to order, please.
The first case is case 3622.

MR. HATCH: Case 3622, application of Ryder Scott Management Company for a waterflood buffer zone, Eddy County, New Mexico.

If the Examiner please, the Commission has received a request from the Applicant in Case 3622 to continue the case indefinitely. I would like to move at this time that the case be continued, continued to the last Examiner Hearing in September, 1967.

MR. UTZ: The last one or the first one?

MR. HATCH: Either one.

MR. UTZ: You keep switching them.

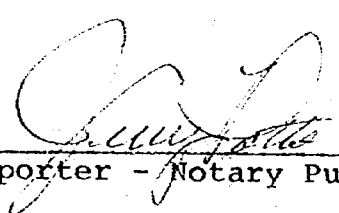
MR. HATCH: The last, let's make it the last.

MR. UTZ: Without objection Case 3622 will be continued to the last Examiner Hearing in September, which will probably be the twentieth something.

STATE OF NEW MEXICO)
) SS
COUNTY OF BERNALILLO)

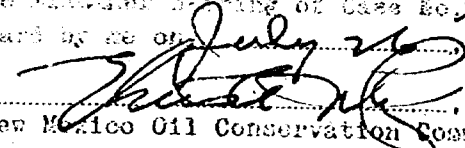
I, JERRY M. POTTS, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission Examiner at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 3rd day of August, 1967


Court Reporter - Notary Public

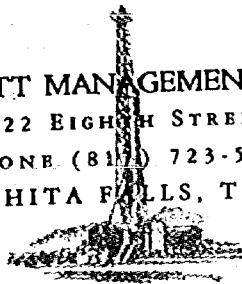
My Commission Expires:

7-10-70

I do hereby certify that the foregoing is a complete record of the proceedings in the hearing of Case No. 3622 heard by me on July 26, 1967.

Examiner
New Mexico Oil Conservation Commission

RYDER SCOTT MANAGEMENT COMPANY

922 EIGHTH STREET
PHONE (817) 723-5313
WICHITA FALLS, TEXAS



July 5, 1967

Case 3622

Mr. Dan S. Nutter, Chief Engineer
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Nutter:

On July 3, 1967 we mailed two letters with a plat attached relative to being placed on the docket for the July 26, 1967 hearing.

Please correct the scale on the map to read 1" = 1000 ft. rather than as recorded 1" = 1 mile.

Yours very truly,

RYDER SCOTT
MANAGEMENT COMPANY

Donald T. May
Donald T. May

DTM:jsh

DOCKET MAILED

Date 7-14-67

MAIN OFFICE

'67 JUL 7 AM 8 13

RYDER SCOTT MANAGEMENT COMPANY

922 EIGHTH STREET

PHONE (817) 723-5313

WICHITA FALLS, TEXAS

July 3, 1967

New Mexico Oil Conservation Commission
Santa Fe, New Mexico 87501

Attention: Mr. Dan S. Nutter, Chief Engineer

Re: Artesia-Nichols Flood
Artesia Pool, Sections 20,
21 and 29, T-18-S, R-28-E
Eddy County, N. M.

Gentlemen:

We wish to be placed on the docket for the July 26, 1967 hearing to place certain leases of the captioned flood in the Buffer Zone and grant them unlimited allowable.

Ryder Scott Management Company now has Humble State No. 1, Mershon State Nos. 1 and 2 in the Buffer Zone, as shown in red on the attached plat. Mershon State No. 3 is an injection well. American Petrofina Co. of Texas joins our waterflood operation at the Mershon State and Rotary State leases. Their leases are in the Buffer Zone and are indicated by the blue color on the map.

Water is being injected into Cima Capitan's wells Nos. 1-W and 7 on the Adkins Williams lease which joins our Vandeventer State and Humble State "A" leases on the north.

In that our leases lie between the two areas of water injection green, blue and red on the map, we ask that the following leases be placed in the Buffer Zone and be granted unlimited allowable:

Humble State "A" #2; Vandeventer; Rotary

Yours very truly,

MAIN OFFICE C

RYDER SCOTT
MANAGEMENT COMPANY

'67 JUL 5 AM 8 00

Donald T. May

DTM:la
Enclosure