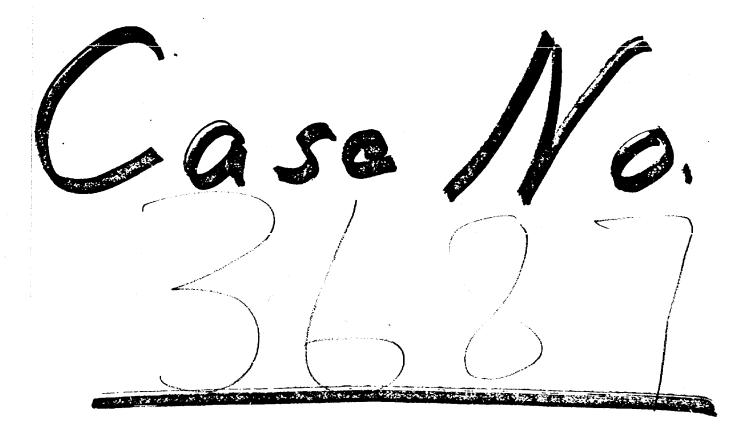
CASE 3687: Motion of the OCC to change December hearing date from 13th to December 15, 1967.



Application, Transcript,
5 mall 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 UPON ITS OWN MOTION TO CHANGE THE DATE OF THE DECEMBER, 1967, REGULAR HEARING FROM DECEMBER 13 TO 9 A.M. DECEMBER 15, 1967, MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO.

CASE No. 3687 Order No. R-3348

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 15, 1967, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 16th day of November, 1967, the Commission, a quorum being present, having considered the testimony presented, 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 date of the December Regular Commission Hearing should be changed from December 13, 1967, to December 15, 1967, in order to avoid a conflict with a meeting of the Interstate Oil Compact Commission, and that the December Regular Commission Hearing should be held at 9 o'clock a.m., December 15, 1967, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

IT IS THEREFORE ORDERED:

(1) That the date of the December Regular Commission Hearing is hereby changed from December 13, 1967, to 9 o'clock a.m.,

-2-CASE No. 3687 Order No. R-3348

December 15, 1967, and that the December Regular Commission Hearing shall be held at Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL COMSERVATION COMMISSION

DAVID F. CARGO, Chairman

GUTTON B. HAYS, Member

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

DOCKET: REGULAR HEARING - WEDNESDAY - NOVEMBER 15, 1967

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

ALLOWABLE:

- (1) Consideration of the oil allowable for December, 1967
- (2) Consideration of the allowable production of gas for December, 1967, from thirteen prorated pools in Lea, Eddy and Roosevelt Counties, New Mexico, and also presentation of purchaser's rominations for said pools for the six-month period beginning January 1, 1968; Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for December, 1967.

CASE 3666:

(Continued from the October 18th Regular Hearing)
Application of Kennedy Oil Company and Newmont Oil Company for an exception to Order No. R-3221, Eddy County, New Mexico. Applicants, in the above-styled cause, seek an exception to the provisions of Order No. (2) of the Commission Order No.R-3221 which, effective January 1, 1968, prohibits the surface disposal of water produced in conjunction with the production of oil from any waterflood or pressure maintenance project. The exception sought would be for applicants' lands which are or which will be covered by waterflood operations in the Square Lake Pool, Eddy County, New Mexico, said lands being included in the following described area:

Sections 32 through 36, Township 16 South, Range 30 East; Sections 19 through 22 and 27 through 34, Township 16 South, Range 31 East and Sections 2 and 4, Township 17 South, Range 30 East.

CASE 3687:

In the matter of the hearing called by the Oil Conservation Commission upon its on motion to change the date of the December, 1967, regular hearing from December 13 to 9 a.m. December 15, 1967, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

CASE 3688:

Southeastern New Mexico nomenclature case calling for an order for the creation, abolishment, redefinition, and extension of certain pools in Lea, Eddy, and Chaves Counties, New Mexico, and for the assignment of a bonus discovery allowable to one Well in Lea County, New Mexico.

(a) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the East Atoka-Morrow Gas Pool. The discovery well is Sinclair Oil & Gas Company, Trigg Federal No. 1, located in Unit E of Section 27, Township 18 South, Range 27 East, NMPM. Said pool described as:

(Case 3688 continued)

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM SECTION 27: N/2

(b) Create a new pool in Eddy County, New Mexico, classified as an oil pool for Strawn production and designated as the Cabin Lake-Strawn Pool. The discovery well is Phillips Petroleum Company, James A No. 1, located in Unit O of Section 2, Township 22 South, Range 30 East, NMPM. Said pool described as:

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM SECTION 2: SW/4 SE/4

(c) Create a new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the South Corbin-Wolfcamp Pool. The discovery well is Aztec Oil & Gas Company, Federal MA No. 2, located in Unit I of Section 21, Township 18 South, Range 33 East, NMPM. Said pool described as:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM SECTION 21: SE/4

(d) Create a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the South Osudo-Morrow Gas Pcol. The discovery well is Amerada Petroleum Corporation, State WE "K" No. 1, located in Unit F of Section 15, Township 21 South, Range 35 East, NMPM. Said pool described as:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM SECTION 15: N/2

(e) Abolish the East Mason-Delaware Pool in Lea County, New Mexico, described as:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, NMPM SECTION 16: SW/4

SECTION 16: SW/4 SECTION 17: S/2 SECTION 20: N/2 SECTION 21: NW/4

(f) Extend the North Mason-Delaware Pool in Lea County New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 32 EAST, NMPM

SECTION 16: SW/4 SECTION 17: S/2 SECTION 19: NE/4 SECTION 20: N/2 SECTION 21: NW/4

- (g) Redefine the vertical limits of the Moore-Pennsylvanian Pool in Lea County, New Mexico, as being from the shale break at 8258 feet to the top of Mississipian at 9974 feet as in Amerada PetroLeum Corporation, State "MA" No. 1, located in Unit M of Section 24, Township 11 South, Range 32 East, NMPM, and redesignate said pool as Moore-Permo Pennsylvanian Pool.
- (h) Redefine the vertical limits of the Moore-Wolfcamp Gas Pool in Lea County, New Mexico, as being from the top of the Wolfcamp at 8042 feet to the shale break at 8258 feet as in Amerada Petroleum Corporation, State "MA" No. 1, located in Unit M of Section 24, Township 11 South, Range 32 East, NMPM.
- (i) Extend the Atoka-Pennsylvanian Gas Pool to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM SECTION 20: N/2

(j) Extend the North Bagley-Lower Pennsylvanian Pool to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM SECTION 17: NE/4

(k) Extend the North Bagley-Upper Pennsylvanian Pool to include therein:

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

(1) Extend the Bar U-Pennsylvanian Pool to include therein:

TOWNSHIP 9 SOUTH, RANGE 32 EAST, NMPM SECTION 1: NW/4

(m) Extend the South Corbin-Morrow Gas Pool to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, MMPM SECTION 21: E/2

(n) Extend the West Henshaw-Grayburg Pool to include therein:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM SECTION 7: S/2 N/2

(o) Extend the Indian Basin-Upper Pennsylvanian Gas Pool to include therein:

TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM SECTION 4: All

Regular Hearing - November 15, 1967

Docket No. 35-67

(p) Extend the North Osudo-Morrow Gas Pool to include therein:

TOWNSHIP 20 SOUTH, RANGE 36 EAST, NMPM SECTION 6: All SECTION 7: All SECTION 18: N/2

(q) Extend the Paddock Pool to include therein:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM SECTION 19: W/2

(r) Extend the Penasco Draw San Andres-Yeso Pool to include therein:

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM SECTION 2: W/2 NW/4

(s) Extend the Tom-tom San Andres Pool to include therein:

TOWNSHIP 7 SOUTH, RANGE 31 EAST, NMPM SECTION 34: NE/4

(t) Extend the Twin Lakes-San Andres Pool to include therein:

TOWNSHIP 8 SOUTH, RANGE 28 EAST, NMPM SECTION 36: N/2 SW/4

TOWNSHIP 9 SOUTH, RANGE 28 EAST, NMPM SECTION 1: N/2 NE/4 and NE/4 NW/4 SECTION 2: N/2 NE/4

(u) Extend the Northwest Vacuum-Abo Pool to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM SECTION 2: SW/4

(v) Extend the Vada-Pennsylvanian Pool to include therein:

TOWNSHIP 9 SOUTH, RANGE 34 EAST, NMPM SECTION 16: NW/4

(W) Consideration of the assignment of a bonus discovery allowable to Mobil Oil Corporation's Bridges State Well No. 121, located in Unit L of Section 13, Township 17 South, Range 34 East, Lea County, New Mexico, said well being the discovery well for the previously designated Vacuum-Middle Pennsylvanian Pool. The bonus allowable would be some amount up to 52,180 barrels.

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SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS. EXPERT TESTIMONY, DAILY COPT, CONVENTIONS

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

NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico November 15, 1967

REGULAR HEARING

IN THE MATTER OF:

Hearing called by the Oil

Conservation Commission upon its own
motion to change the date of the
December, 1967, regular hearing
from December 13 to 9 a.m. December
15, 1967, Morgan Hall, State Land
Office Building, Santa Fe, New Mexico.

CASE 3687

BEFORE: David F. Cargo, Governor

A. L. "Pete" Porter, Secretary-Director

Guyton B. Hays, Land Commissioner George M. Hatch, General Counsel



TRANSCRIPT OF HEARING

MR. HATCH: Case 3687 in the matter of the hearing called by the Oil Conservation Commission upon its own motion to change the date of the December, 1967, regular hearing from December 13 to 9 a.m. December 15, 1967, Morgan Hall, State Land Office Building, Santa Fe, New Mexico.

MR. HATCH: I would like to call Mr. Dan Nutter as a witness. May I have Mr. Nutter sworn, please, sir?

(Witness sworn)

DANIEL S. NUTTER

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

DIRECT EXAMINATION

BY MR. HATCH:

- Q Will you state your name and position for the record?
- A Dan Nutter, Chief Engineer for the Oil Conservation Commission.
 - Q Are you familiar with Case 3687 and what it proposes?
 - A Just barely.
- Q Will you make your recommendations to the Commission concerning Case 3687?
- A That it be changed. No, I will give the background for the record. The hearing dates for 1967 were established by the Commission in December of 1966. At that time, the exact date of the Interstate Oil Compact Commission's December 1967

Meeting were not known. The hearing date established by the Commission for the Regular Commission Hearing in December of 1967 was fixed at December 13th. Subsequently the Compact set their meeting dates for the New Orleans Meeting for Monday, Tuesday and Wednesday, December the 11th, 12th and 13th. Due to this conflict and the fact that some of the Commission members and staff will be attending the New Orleans meeting, it is recommended that the Oil Conservation Commission Hearing date be set for 9:00 o'clock a.m., Morgan Hall, State Land Office, December 15th, 1967.

MR. HATCH: That's all the questions I have.

MR. PORTER: Does anyone else have a question?
The witness may be excused.

(Witness excused)

MR. PORTER: If there is nothing further to be offered in the Case, the Commission will announce at this time that the December Regular hearing date will be the 15th which is a Friday, rather than the 13th.

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, KAY EMBREE, 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 4th day of Number, 1967.

Kay Embree Notary Public

My Commission Expires:

11-13-71