CASE 3785: Application of PAN AM: FOR AN UNORTHODOX GAS WELL LOCATION, CHAVES COUNTY, N.M.

Gramme D.

Case Number

Application Transcripts.

Small Exhibits

T/C

GOVERNOR DAVID F. CARGO CHAIRMAN

State of New Accies Bil Conservation Commission

LAND COMMISSIONER GUYTON B. HAYS WEMBER



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

June 18, 1968

Mr. D. L. Ray
Division Engineer
Pan American Petroleum Corporation
Post Office Box 1410
Fort Worth, Texas 76101

Re: Case No. 3785
Order No. R-3432
Applicant:

Pan American Petroleum Corp.

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 drder also sent to:	
Hobbs OCCX	
Artesia OCC_X	
Aztec OCC	
Other	

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. 3785 Order No. R-3432

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION FOR AN UNORTHODOX GAS WELL LOCATION, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 5, 1968, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

MOW, on this 18th day of June, 1968, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

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

IT IS THERREFORE ORDERED:

That Case No. 3785 is hereby dismissed.

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

STATE OF HEW MEXICO
OIL CONSERVATION COMMISSION

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DAVID F. CARGO, Chairman

GUYTON B. HAYE, Member

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

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DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 5, 1968

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 3777: Application of Atlantic Richfield Company for salt water disposal, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bough "C" zone of the Pennsylvanian formation in its State AE Well No. 2 located in Unit L of Section 36, Township 8 South, Range 36 East, Allison-Pennsylvanian Pool, Roosevelt County, New Mexico, in the perforated interval from 9662 feet to 9672 feet.
- CASE 3778: Application of Atlantic Richfield Company for a dual completion and salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its State BH Well No. 1 located 660 feet from the North and West lines of Section 13, Township 19 South, Range 34 East, Quail-Queen Pool, Lea County, New Mexico, in such a manner as to permit production of oil from 5080 feet to 5136 feet in the lower Queen formation through tubing and the disposal of produced salt water into the upper Queen formation through the casing-tubing annulus in the perforated interval from 4820 feet to 4830 feet.
- CASE 3779: Application of Shenandoah Oil Corporation for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Yates, Seven Rivers, Queen, and Grayburg formations through five wells located in units F and N of Section 29, and units A, G, and I of Section 30, all in Township 18 South, Range 31 East, Shugart Pool, Eddy County, New Mexico.
- CASE 3780: Application of Amerada Petroleum Corporation for an amendment to Order No. R-3407, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3407, which authorized the drilling of a water injection well in its Langlie-Mattix Woolworth unit waterflood project at an unorth-odox location 75 feet from the North line and 2635 feet from the West line of Section 27, Township 24 South, Range 37 East, Lea County, New Mexico. Applicant now proposes to locate said well 75 feet from the North line and 2540 feet from the West line of said Section 27.

Page -2-Docket No. 17-68 June 5, 1968 Examiner Hearing

- CASE 3781: Application of Sinclair Oil & Gas Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water by injection into the Permo-Pennsylvanian formation in the interval 10,434 feet to 11,537 feet in the Cities Service State "AW" Well No. 4 located in Unit I of Section 35, Township 15 South, Range 36 East, Dean Field, Lea County, New Mexico.
- CASE 3782: Application of Pan American Petroleum Corporation for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a water-flood project by the injection of water into the Seven Rivers and Queen formations underlying its Cortland Myers unit area through three wells located in units F, J, and P of Section 22, Township 24 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico.
- CASE 3783: Application of Pan American Petroleum Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Cortland Myers Unit Area comprising 240 acres, more or less, of Federal lands in Section 22, Township 24 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico.
- CASE 3784: Application of Pan American Petroleum Corporation for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the North King Camp Unit Area comprising 14,697 acres, more or less, of State, Federal, and fee lands in Township 13 South, Ranges 29 and 30 East, Chaves County, New Mexico.
- CASE 3785: Application of Pan American Petroleum Corporation for an unorthodox gas well location, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to drill its Poitevent Gas "Com" Well No. 1 at an unorthodox gas well location 990 feet from the North line and 1650 feet from the East line of Section 11, Township 15 South, Range 27 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, in exception to the pool rules which require wells in said pool to be located in the NW/4 or SE/4 of the section.

Page -3-Docket No. 17-68 June 5, 1968 Examiner Hearing

CASE 3786: Application of Texaco Inc. for special pool rules, Lea county, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the North Paduca-Delaware Pool, Lea County, New Mexico, including a provision for classification of oil and gas wells in said pool, a limiting gas-oil ratio of 3000 to one, and 40-acre spacing for oil wells and 160-acre spacing for gas wells. Locations would be no nearer than 330 feet to a quarter-quarter section line.

CASE 3776: (Continued from the May 22, 1968 Examiner Hearing)

Application of J. M. Huber Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Union-State Unit Area comprising 1360 acres, more or less, of State lands in Township 15 South, Range 32 East, Lea County, New Mexico.

GHF-244-986.510.1

Unorthodox Well Location

Poitevent Gas "Com" Well No. 1 Buffalo Valley (Pennsylvanian)

Gas Pool

Chaves County, New Mexico

Mr. A. L. Porter (3) Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Hearing S

Dear Sir:

Pan American Petroleum Corporation respectfully requests that a nearing be scheduled to consider our application for an unorthodox well location for our Poitevent Gas "Com" Well No. 1 in the Buffalo Valley (Pennsylvanian) Gas Pool. The proposed location for this well is in the NE/4 of Section 11, 990' from the north line and 1650' from the east line, T15S, R27E, Chaves County, New Mexico. Rule 2 of the Buffalo Valley (Pennsylvanian) Gas Pool rules requires that a well be located in the NW/4 or the SE/4 of a governmental section. We will request the assignment of a 320-acre proration unit comprising the E/2 of Section 11, T15S, R27E.

Attached is a listing of offset operators to our proposed location.

DGW:mp Attachment

Case 3785

OFFSET OPERATORS

R. A. Franklin 7851 Sunset Blvd. Hollywood, California 90028

C. B. Read P. O. Box 2126 Roswell, New Mexico 88201

Cities Service 0il Co. Box 4906 800 Vaughn Bldg. Midland, Texas 79701 dearnley-meier reporting service, inc.

1120 SIMMS BLDG. • P. O. BOX 1072 • PHONEE 243-6491 • ALBUQUERQUE, PIEW INEXICO

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
June 5, 1968

EXAMINER HEARING

IN THE MATTER OF:

Application of Pan American)
Petroleum Corporation for an)
unorthodox gas well location,)
Chaves County, New Mexico.

Case No. 3785

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING



MR. NUTTER: We will call next Case 3785.

MR. HATCH: Application of Pan American Petroleum
Corporation for an unorthodox gas well location, Chaves County,
New Mexico.

MR. MALONE: May it please the Commission, Charles Malone, Atwood and Malone of Roswell, representing the applicant. Par American Petroleum Corporation moves to dismiss this application.

MR. NUTTER: Case 3785 will be dismissed.

STATE OF NEW MEXICO COUNTY OF BERNALILLO)

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 Oli 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 9th day of July, 1968.

Ada Dearnley NOTARY PUBLIC

My Commission Expires: June 19, 1971.

> I to hereby cortify that the foregoing is a complete record of the process we Brancher bearing of Case

New Mexico Oil Conservation Commission