

CASE 3946: Application of COASTAL  
STATES FOR REDESIGNATION OF BAUM-  
UPPER PENN & LAZY J-PENN POOLS.

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*John L. ...*

Case Number

3946

Application

Transcripts.

Small Exhibits

ETC.

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BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
November 20, 1968

EXAMINER HEARING

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IN THE MATTER OF: )

Application of Costal States Gas )  
Producing Company for the redesignation )  
of the Baum-Upper Pennsylvanian and Lazy )  
J-Pennsylvanian Pools, Lea County, New )  
Mexico. )  
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Case No. 3946

BEFORE: Elvis A. Utz, Examiner.

TRANSCRIPT OF HEARING

## NEW MEXICO OIL CONSERVATION COMMISSION

## EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date

NOVEMBER 20, 1968

TIME: 8:30

NAME	REPRESENTING	LOCATION
<i>R. J. [unclear]</i>	<i>Sperry Gello</i>	<i>Tulsa</i>
<i>W. G. Abbott</i>	<i>AGVA, INC</i>	<i>Hobbs</i>
<i>W. G. [unclear]</i>		<i>Loske</i>
<i>L. W. [unclear]</i>	<i>Sam D. Allen</i>	<i>Santa Fe</i>
<i>Arno L. [unclear]</i>	<i>RW Byram</i>	<i>Santa Fe</i>
<i>C. E. Long</i>	<i>self</i>	<i>Midland, Tex.</i>
<i>Michael J. [unclear]</i>	<i>Montgomery et al</i>	<i>Santa Fe</i>
<i>John D. Russell</i>	<i>T P</i>	<i>(Roswell)</i>
<i>Herschel Carthel</i>	<i>C. H. Seave</i>	<i>Lockney, Tex</i>
<i>Chester Carthel</i>		
<i>Bob [unclear]</i>	<i>Self [unclear]</i>	<i>E. F.</i>
<i>RM Anderson</i>	<i> Sinclair</i>	<i>Midland</i>
<i>L. J. [unclear]</i>	<i>Marathon</i>	<i>Houston</i>
<i>Roy M Young</i>	<i>Marathon</i>	<i>Midland</i>

## NEW MEXICO OIL CONSERVATION COMMISSION

## EXAMINER HEARING

SANTA FE, NEW MEXICOHearing Date NOVEMBER 20, 1968 TIME: 8:30

NAME	REPRESENTING	LOCATION
<i>James Halliday</i>	<i>Kearney &amp; Hall</i>	<i>Santa Fe</i>
<i>W. L. Gault</i>	<i>W. L. Gault &amp; Co.</i>	<i>Albuquerque</i>
<i>R. B. Freck</i>	<i>Texas Pacific Oil Co.</i>	<i>Dallas, Texas</i>
<i>Paul G. White</i>	<i>Yates Drilling Co.</i>	<i>Altoona, N.M.</i>
	<i>Yates Prod. Corp.</i>	<i>Altoona, N.M.</i>
<i>D. L. Love</i>	<i>Yates</i>	<i>Altoona</i>

MR. UTZ: Now, Case 3946.

MR. HATCH: Case 3946. Application of Costal States Gas Producing Company for the redesignation of the Baum-Upper Pennsylvanian and Lazy J-Pennsylvanian Pools, Lea County, New Mexico. The Commission has also received a request from the applicant in this case to dismiss.

MR. UTZ: Case 3946 will be dismissed. Any more requests for dismissals? We will gladly accept them.

Witness my Hand this 25th day of November, 1968.

Glenda Burks  
COURT REPORTER

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Executive Meeting of Case No. 3746,  
heard by me on Feb. 20, 1968.  
Thos. C. O'Neil, Examiner  
New Mexico Oil Conservation Commission

State of New Mexico  
Oil Conservation Commission



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

Re: Case No. 3946  
Order No. R-3587  
Applicant:  
  
**Coastal States Gas Prod. Co.**

*A. L. Porter, Jr.*  
A. L. PORTER, Jr.  
Secretary-Director

Hobbs OCC \_\_\_\_\_ x  
 Artesia OCC \_\_\_\_\_  
 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. 3946  
Order No. R-3587

APPLICATION OF COASTAL STATES GAS  
PRODUCING COMPANY FOR THE REDESIG-  
NATION OF THE BAUM-UPPER PENNSYL-  
VANIAN AND LAZY J-PENNSYLVANIAN  
POOLS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 8:30 a.m. on November 20, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 26th day of November, 1968, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

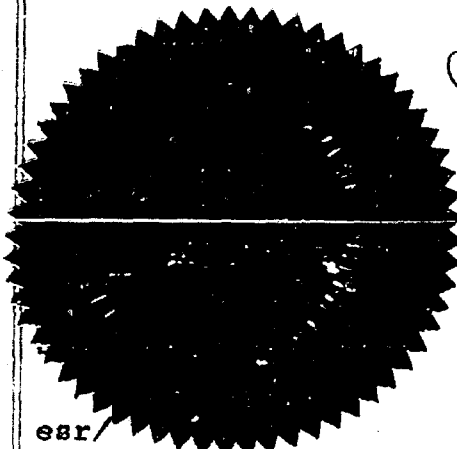
FINDS:

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

IT IS THEREFORE ORDERED:

That Case No. 3946 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

*Guyton B. Hays*  
GUYTON B. HAYS, Member

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

ear/

CLARENCE E. HINKLE  
W. E. BONDURANT, JR.  
S. B. CHRISTY IV  
LEWIS C. COX, JR.  
PAUL W. EATON, JR.  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
MICHAEL R. WALLER

STUART O. SHANOR  
C. D. MARTIN  
PAUL J. KELLY, JR.

21  
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LAW OFFICES  
HINKLE, BONDURANT & CHRISTY  
608 HINKLE BUILDING  
ROSWELL, NEW MEXICO 88201

November 15, 1968

MIDLAND, TEXAS OFFICE  
521 MIDLAND TOWER  
(915) MU 3-4601  
OF COUNSEL: HIRSH M. DOW

TELEPHONE (505) 622-6510  
POST OFFICE BOX 10

*file*

Oil Conservation Commission  
Box 2088  
Santa Fe, New Mexico

✓  
Re: Case No. 3946, Examiner's  
Docket, Wednesday, November 20

Gentlemen:

This will confirm the conversation of the undersigned with Mr. Dan Nutter today in which we advised that Coastal States Gas Producing Company desires to dismiss Case No. 3946 which is the first case on the examiner's docket for Wednesday November 20. You may regard this letter as a motion made by the undersigned attorneys representing Coastal States Gas Producing Company to dismiss this case without prejudice.

Yours very truly,

HINKLE, BONDURANT & CHRISTY

By *Clarence E. Hinkle*

CEH:cs

NOTE: THIS HEARING WILL START AT 8:30 a.m. rather than the usual hour of 9:00 a.m.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 20, 1968

8:30 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. Hunter, Alternate Examiner:

CASE 3946: Application of Coastal States Gas Producing Company for the redesignation of the Baum-Upper Pennsylvanian and Lazy J-Pennsylvanian Pools, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the extension of the Baum-Upper Pennsylvanian Pool to include the following described lands:

Township 13 South, Range 33 East, Lea County, New Mexico

Section 19: SE/4  
Section 20: SW/4 and E/2  
Section 21: SW/4  
Section 29: All  
Section 30: E/2  
Section 31: N/2  
Section 32: N/2 and SE/4

Township 14 South, Range 33 East, Lea County, New Mexico

Section 5: SE/4  
Section 8: NE/4

Applicant further seeks the contraction of the Lazy J-Pennsylvanian Pool by the deletion from said pool of the E/2 of Section 20 and the SE/4 and W/2 of Section 21, both in Township 13 South, Range 33 East, Lea County, New Mexico.

CASE 3947: Application of Skelly Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Queen formation through its E. L. Steeler Well No. 6 located in Unit J of Section 17, Township 23 South, Range 37 East, Langlie-Mattix Pool, Lea County, New Mexico. Applicant further seeks a procedure whereby said project may be expanded administratively without a showing of well response.

CASE 3948: Application of Sinclair Oil Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Yates and Seven Rivers formations in the perforated and open-hole interval from approximately 3110 feet to 3300 feet in its

Case 3946

CLARENCE E. HINKLE  
W. E. BONDURANT, JR.  
S. B. CHRISTY IV  
LEWIS C. COX, JR.  
PAUL W. EATON, JR.  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
MICHAEL R. WALLER  
  
STUART D. SHANOR  
C. D. MARTIN  
PAUL J. KELLY, JR.

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ROSWELL, NEW MEXICO 88201

MIDLAND, TEXAS OFFICE  
521 MIDLAND TOWER  
(915) MU 3-4891  
OF COUNSEL: HIRAM M. DOW

October 21, 1968

TELEPHONE (505) 622-6510  
POST OFFICE BOX 10

See Case 3701

Oil Conservation Commission  
Box 2088  
Santa Fe, New Mexico 87501

Gentlemen:

We enclose in triplicate Application of Coastal States Gas Producing Company for redesignation of the Baum-Upper Pennsylvanian pool. We would like to have this matter set down for hearing on the last examiner's hearing docket in November, which we assume will be on the 20th.

Yours very truly,

HINKLE, BONDURANT & CHRISTY

By 

CEH:cs  
Enc.  
cc: Bill Elliott  
cc: Jack McGraw

68 Oct 22 AM 10 30

DOCKET MAILED

Date 11-7-68

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

APPLICATION OF COASTAL STATES GAS )  
PRODUCING COMPANY FOR REDESIGNATION )  
OF THE BAUM-UPPER PENNSYLVANIAN POOL )  
SO AS TO DELINEATE THE BOUNDARIES )  
BETWEEN THE BAUM-UPPER PENNSYLVANIAN )  
POOL AND THE LAZY J PENNSYLVANIAN POOL )  
EMBRACING LANDS IN TOWNSHIPS 13 AND 14 )  
SOUTH, RANGE 33 EAST, N.M.P.M. LEA COUNTY, )  
NEW MEXICO )

83 OCT 21 1968

Case  
3946

Oil Conservation Commission  
Box 2088  
Santa Fe, New Mexico

Comes Coastal States Gas Producing Company, with offices at Midland, Texas, acting by and through the undersigned attorneys, and hereby makes application for redesignation of the Baum-Upper Pennsylvanian pool so as to delineate the boundaries between the Baum-Upper Pennsylvanian pool, and the Lazy J Pennsylvanian pool embracing lands in Township 13 and 14 South, Range 33 East, N.M.P.M. Lea County, New Mexico, and in support thereof respectfully shows:

1. That the Baum-Upper Pennsylvanian pool (formerly the Baum-Wolfcamp pool) was redefined by Order R-3438 of the Commission entered on July 1, 1968 to include the following described lands:

Township 13 South, Range 33 East

Section 31 - S $\frac{1}{2}$   
Section 32 - SW $\frac{1}{4}$

Township 14 South, Range 33 East

Section 5 - N $\frac{1}{2}$ , SW $\frac{1}{4}$   
Section 6 - All  
Section 7 - N $\frac{1}{2}$   
Section 8 - NW $\frac{1}{4}$

2. That since the order defining the limits of the Baum-Upper Pennsylvanian Pool was entered on July 1, 1968, additional wells have been drilled in the pool outside of the above limits and wells are in the process of being drilled which will further extend the limits of said pool toward the north and will be within one mile of the limits of the Lazy J Pennsylvanian pool as defined by order R-3280 entered by the Commission on August 1, 1967. All of said wells which have been completed and are now in the process of being drilled are believed to be located within the Baum-Upper Pennsylvanian pool rather than the Lazy J Pennsylvanian pool and said wells should be governed by the temporary special field rules adopted for the Baum-Upper Pennsylvanian pool under order R-3368-A of the Commission effective June 1, 1968.

3. That applicant believes that because of the additional wells which have been drilled in the Baum-Upper Pennsylvanian pool and the wells which are now in the process of being drilled and completed, all of the following described lands are reasonably proved to be productive of oil and gas from the Baum-Upper Pennsylvanian pool rather than the Lazy J Pennsylvanian pool and should be included in the redesignation of said pool, to-wit:

Township 13 South, Range 33 East

Section 19 - SE $\frac{1}{4}$   
Section 20 - S $\frac{1}{2}$   
Section 21 - SW $\frac{1}{4}$   
Section 29 - All  
Section 30 - E $\frac{1}{2}$   
Section 31 - All  
Section 32 - All

Township 14 South, Range 33 East


Section 5 - All  
Section 6 - All  
Section 7 - N $\frac{1}{2}$   
Section 8 - N $\frac{1}{2}$

4. That the redesignation of the Baum-Upper Pennsylvanian pool so as to delineate the boundaries between said pool and the Lazy J Pennsylvanian Pool is in the interest of conservation and the prevention of waste and will tend to protect correlative rights.

5. Applicant requests that this matter be set down for hearing at the last examiner's hearing in November, 1968.

Respectfully submitted,

COASTAL STATES GAS PRODUCING COMPANY

By 

Member of the Firm of  
HINKLE, BONDURANT & CHRISTY  
Box 10  
Roswell, New Mexico  
Attorneys for Applicant

DRAFT

GMH/esr

(1)

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

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

*A.P.*

CASE No. 3946

Order No. R- 3587

APPLICATION OF COASTAL STATES GAS  
PRODUCING COMPANY FOR THE REDESIG-  
NATION OF THE BAUM-UPPER PENNSYL-  
VANIAN AND LAZY J-PENNSYLVANIAN  
POOLS, LEA COUNTY, NEW MEXICO.

*EDV*  
*11-21-68*

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at <sup>8:30</sup> ~~9~~ ~~o'clock~~ a.m. on  
November 20, 1968, at Santa Fe, New Mexico, before Examiner  
Elvis A. Utz.

NOW, on this \_\_\_\_\_ day of November, 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 THEREFORE ORDERED:

That Case No. 3946 is hereby dismissed.

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



## Case

Application of Coastal States Gas Producing Company for the redesignation of the Baum - Upper Pennsylvanian and Lazy T Pennsylvanian Pools, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks the extension of the Baum - Upper Pennsylvanian Pool to include the ~~SE 1/4 of Section 19, SW 1/4 of Section 20, E 1/2 of Section 20,~~ ~~SW~~ following described lands:

Township 13 South, Range 33 East, Lea County, New Mexico

Section 19: SE 1/4

Section 20: SW 1/4 and E 1/2

Section 21: SW 1/4

Section 29: all

Section 30: E 1/2

Section 31: N 1/2

Section 32: N 1/2 and SE 1/4

Township 14 South, Range 33 East, Lea County, New Mexico

Section 5: SE 1/4

Section 8: NE 1/4

Applicant further seeks the contraction of the Lazy T Pennsylvanian Pool by the deletion from said pool of the E 1/2 of Section 20 and the <sup>SE 1/4 and</sup> W 1/2 of Section 21, both in Township 13 South, Range 33 East, Lea County, New Mexico.