

CASE 6052: PLUGGING CASE - OCC  
WESTERN ENERGY CORPORATION

ion

10/12  
Agmt to 10/26  
Continued to  
Dispute

Case Number

6052

Application

Transcripts.

Small Exhibits

ETC.

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
October 26, 1977

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil  
Conservation Commission on its own  
motion to permit Western Energy  
Corporation and all other  
interested parties to appear and  
show cause why the Ute Well No. 2  
located in Unit 0 of Section 23,  
Township 31 North, Range 16 West,  
San Juan County, New Mexico should  
not be plugged and abandoned in  
accordance with a Commission-  
approved plugging program.

CASE  
6052

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil	Lynn Teschendorf, Esq.
Conservation Commission	Legal Counsel for the Commission
	State Land Office Building
	Santa Fe, New Mexico

sid morrish reporting service  
General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

**sid morrison reporting service**  
*General Court Reporting Service*  
 825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
 Phone (505) 982-9212

1 MR. NUTTER: The hearing will come to order, please.  
 2 The first case this morning will be Case Number 6052, which  
 3 is in the matter of the hearing called by the OCC on its  
 4 own motion to permit Western Energy Corporation and all other  
 5 interested parties to appear and show cause why a certain  
 6 well in San Juan County, New Mexico should not be plugged and  
 7 abandoned in accordance with the Commission-approved plugging  
 8 program.

9 MS. TESCHENDORF: At the request of -- the Oil  
 10 Commission requested that the case be dismissed.

11 MR. NUTTER: Case No. 6052 will be dismissed.  
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REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Certified Shorthand Reporter,  
do hereby certify that the foregoing and attached transcript  
of Hearing before the New Mexico Oil Conservation Commission  
was reported by me, and the same is a true and correct record  
of the said proceeding, to the best of my knowledge, skill,  
and ability.

Sally Walton Boyd  
Sally Walton Boyd, CSR

**sid morrish reporting service**  
General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

I do hereby certify that the foregoing is  
a true and correct copy of the proceedings in  
the hearing of case No. 6002  
heard by me on 10/26, 19 77.  
[Signature], Examiner  
New Mexico Oil Conservation Commission

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
12 October, 1977

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conser-  
vation Commission on its own motion to  
permit Western Energy Corporation and  
all interested parties to appear and show  
cause why the Ute Well No. 2 located in  
Unit 0 of Section 23, Township 31 North,  
Range 16 West, San Juan County, New  
Mexico, should not be plugged and aban-  
doned in accordance with a Commission-  
approved plugging program.

CASE  
6052

BEFORE: Richard L. Stamets.

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil  
Conservation Commission:

Lynn Teschendorf, Esq.  
Legal Counsel for the Commission  
State Land Office Building  
Santa Fe, New Mexico

sid morrish reporting service  
General Court Reporting Service  
825 Calle Mijia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-212

1 MR. STAMETS: Call next Case 6052.

2 MS. TESCHENDORF: Case 6052. In the matter of the  
3 hearing called by the Oil Conservation Commission on its  
4 own motion to permit Western Energy Corporation and all other  
5 interested parties to appear and show cause why the Ute Well  
6 No. 2 located in Unit O of Section 23, Township 31 North,  
7 Range 16 West, San Juan County, New Mexico, should not be  
8 plugged and abandoned in accordance with a Commission-  
9 approved plugging program.

10 At the request of the Applicant the hearing will  
11 be continued to the October 26th Examiner Hearing.

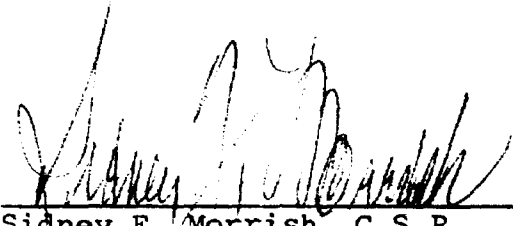
12 MR. STAMETS: The hearing will be so continued.

13 (Hearing concluded.)  
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**sid morrish reporting service**  
General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

## REPORTER'S CERTIFICATE

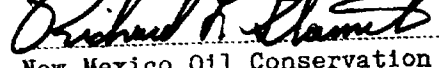
I, SIDNEY F. MORRISH, a Certified Shorthand Reporter,  
do hereby certify that the foregoing and attached Transcript  
of Hearing before the New Mexico Oil Conservation Commission  
was reported by me, and the same is a true and correct record  
of the said proceedings to the best of my knowledge, skill and  
ability.

  
Sidney F. Morrish, C.S.R.

**sid morrish reporting service**

General Court Reporting Service  
825 Calle Mijia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 6052,  
heard by me on 12-12, 1977.

, Examiner  
New Mexico Oil Conservation Commission



BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
28 September, 1977

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conservation  
Commission on its own motion to permit  
Western Energy Corporation and all other  
interested parties to appear and show cause  
why the Ute Well No. 2 located in Unit 0  
of Section 23, Township 31 North, Range  
16 West, San Juan County, New Mexico,  
should not be plugged and abandoned in  
accordance with a Commission-approved  
plugging program.

CASE  
6052

BEFORE: Daniel S. Nutter

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil	Lynn Teschendorf, Esq.
Conservation Commission:	Legal Counsel for the Commission
	State Land Office Building
	Santa Fe, New Mexico

sid morrish reporting service  
General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

1 MR. NUTTER: Call now Case Number 6052, which is  
2 in the matter of the hearing called by the OCC on its own  
3 motion to permit Western Energy Corporation and all other  
4 interested parties to appear and show cause why the Ute Well  
5 Number 2 located in Unit O of Section 23, Township 31 North,  
6 Range 16 West, San Juan County, New Mexico, should not be  
7 plugged and abandoned in accordance with a Commission-approved  
8 plugging program.

9 MS. TESCHENDORF: Mr. Examiner, the operator in  
10 this case has requested that it be continued to the October  
11 12th Examiner Hearing.

12 MR. NUTTER: Case Number 6052 will be continued  
13 to the Examiner Hearing scheduled to be held at this same  
14 place at 9:00 o'clock a. m. October 12, 1977.

15 (Hearing concluded.)  
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**sid morrish reporting service**  
General Court Reporting Service  
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
Phone (505) 982-9212

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Certified Shorthand Reporter,  
DO HEREBY CERTIFY that the foregoing and attached transcript  
of hearing before the New Mexico Oil Conservation Commission  
was reported by me and the same is a true and correct record  
of the said proceedings to the best of my knowledge, skill,  
and ability.

Sally Walton Boyd  
Sally Walton Boyd, C. S. R.

I do hereby certify that the foregoing is  
a complete and correct transcript of  
the hearing held on 9/28 1977  
heard by me on 6052

[Signature], Examiner  
New Mexico Oil Conservation Commission

aid morrish reporting service  
General Court Reporting Service  
825 Calle Mela, No. 122, Santa Fe, New Mexico 87501  
Phone (305) 982-9212

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dugan production corp.

OCT 21 1977

October 20, 1977

Lynn Teschendorf  
General Counsel  
New Mexico Oil Conservation Commission  
Box 2088  
Santa Fe, New Mexico 87501

Re: Western Energy Corporation  
Ute #2 Well  
San Juan County, New Mexico

Dear Lynn:

Pursuant to our recent telephone conversations, we have been working on the captioned well in order to re-establish production, and keep this well from being plugged and abandoned. Fortunately, we were successful in our endeavors and oil production has again commenced.

We are enclosing copies of the following reports and forms for this well which are being filed or have been filed with the U. S. Geological Survey in Durango, Colorado and/or the District III office of the NMOCC:

1. "Sundry Notices and Reports on Wells," Form 9-331, U. S. Geological Survey.
2. "Gas-Oil Ratio Tests," Form C-116, New Mexico Oil Conservation Commission.

Based upon these reports and forms, and the concurrence of Al. R. Kendrick, Supervisor of District III, New Mexico Oil Conservation Commission, we hereby request the dismissal of Case No. 6052 set for hearing in Santa Fe, New Mexico on October 26, 1977.

Thank you for your assistance and cooperation in the matter.

Sincerely,

*Rick*

Richard Tully  
Landman

RT:ps

Lynn Teschendorf  
Page 2  
October 20, 1977

21 1977

xc: Donald H. Brandebury  
Western Energy Corporation  
Box 5015  
Santa Fe, New Mexico 87501

Al R. Kendrick  
Supervisor, District III  
New Mexico Oil Conservation Commission  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

Jerry W. Long  
District Engineer  
U. S. Geological Survey  
Box 1809  
Durango, Colorado 81301

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEYSUBMIT IN TRIPLICATE\*  
(Other instructions on re-  
verse side)Form approved.  
Budget Bureau No. 42-R1424

5. LEASE DESIGNATION AND SERIAL NO.

Indian 14-20-604-1949

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

Ute 2 1977

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Ute

9. WELL NO.

2

10. FIELD AND POOL, OR WILDCAT

Horseshoe - Gallup

11. SEC., T., R., M., OR BLM. AND  
SURVEY OR AREA

Section 23, T31N, R16W

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)

5624' GR

12. COUNTY OR PARISH

San Juan

13. STATE

NM

16.

## Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

## NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

PULL OR ALTER CASING

FRACTURE TREAT

MULTIPLE COMPLETE

SHOOT OR ACIDIZE

ABANDON\*

REPAIR WELL

CHANGE PLANS

(Other)

## SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

REPAIRING WELL

ALTERING CASING

ABANDONMENT\*

(NOTE: Report results of multiple completion on Well  
Completion or Recompletion Report and Log form.)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

- 10-12-77 Moved in Farmington Well Service. Rigged up and pulled rods and pump. Heavy paraffin in tbg. Rigged up to cut paraffin. Could not get down below 700'. Shut down for night.
- 10-13-77 Ran 400' rods on paraffin knife. Cut paraffin to 1600'. Ran rods and top-hold down RWAC pump. Pump would not seat. Left unit running overnight.
- 10-14-77 Pulled pump and rods. Changed pump to bottom holddown. Could not get pump down past 1100'. Pulled pump and rods, pulled tubing - found 3 bad joints. 4' perf npl had a swab stop welded inside. Ran 50 jnts tbg. Shut down for night
- 10-15-77 Ran 3 jnts and landed tbg. Ran pump and rods. Hung well on and started pumping @ 11:00 a.m. Released rig. Well pumped up @ 1:00 p.m.
- 10-16-77 Recovered 26 BBLS oil and 10 BBLS water.

18. I hereby certify that the foregoing is true and correct

SIGNED

Jim L. Jacobs

TITLE

Agent

DATE

10-20-77

(This space for Federal or State office use)

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side

C-116  
Revised 1-1-65

(Date)



# OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
P. O. BOX 2088 - SANTA FE  
87501



DIRECTOR  
JOE D. RAMEY

LAND COMMISSIONER  
PHIL R. LUCERO  
November 7, 1977

STATE GEOLOGIST  
EMERY C. ARNOLD

Mr. Richard Tully  
Landman  
Dugan Production Corporation  
P. O. Box 234  
Farmington, New Mexico 87401

Re: CASE NO. 6052  
ORDER NO. R-5561

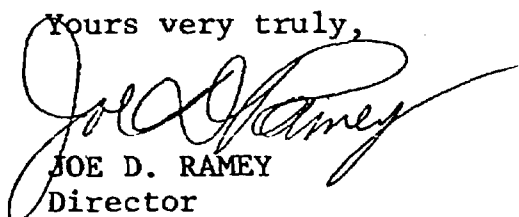
Applicant:

OCC (Western Energy Corporation)

Dear Sir:

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

Yours very truly,

  
JOE D. RAMEY  
Director

JDR/fd

Copy of order also sent to:

Hobbs OCC	<u>X</u>
Artesia OCC	<u>X</u>
Aztec OCC	<u>X</u>

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. 6052  
Order No. R-5561

IN THE MATTER OF THE HEARING CALLED BY THE  
OIL CONSERVATION COMMISSION ON ITS OWN MOTION  
TO PERMIT WESTERN ENERGY CORPORATION AND ALL  
OTHER INTERESTED PARTIES TO APPEAR AND SHOW  
CAUSE WHY THE UTE WELL NO. 2 LOCATED IN UNIT O  
OF SECTION 23, TOWNSHIP 31 NORTH, RANGE 16 WEST,  
SAN JUAN COUNTY, NEW MEXICO, SHOULD NOT BE  
PLUGGED AND ABANDONED IN ACCORDANCE WITH A  
COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 26, 1977,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 1st day of November, 1977, the Commission,  
a quorum being present, having considered the record and the  
recommendations of the Examiner, and being fully advised in  
the premises,

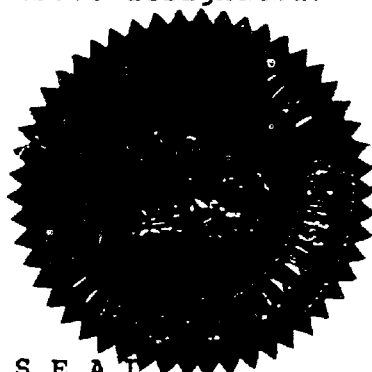
FINDS:

That on the motion of the Commission, Case No. 6052  
should be dismissed.

IT IS THEREFORE ORDERED:

That Case No. 6052 is hereby dismissed.

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



STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

JOE B. RAMEY, Member & Secretary

S E A L  
jr/

Dockets Nos. 36-77 and 37-77 are tentatively set for hearing on November 16 and 30, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 26, 1977

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

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner:

CASE 6052: (Continued from October 12, 1977 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Western Energy Corporation and all other interested parties to appear and show cause why the Ute Well No. 2 located in Unit O of Section 23, Township 31 North, Range 16 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6047: (Continued from October 12, 1977 Examiner Hearing)

Application of Continental Oil Company for capacity allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a capacity allowable for its Pearl "B" Wells Nos. 5 and 6, located in Units M and O, respectively, of Section 25, Township 17 South, Range 32 East, and its Pearl "B" Well No. 7 located in Unit M of Section 30, Township 17 South, Range 33 East, Maljamar Grayburg-San Andres Pool, Lea County, New Mexico.

CASE 6071: Application of Dewey Sparger for an oil treating plant permit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant permit for the purpose of treating oil at a site in the NW/4 SW/4 of Section 5, Township 18 South, Range 39 East, Lea County, New Mexico.

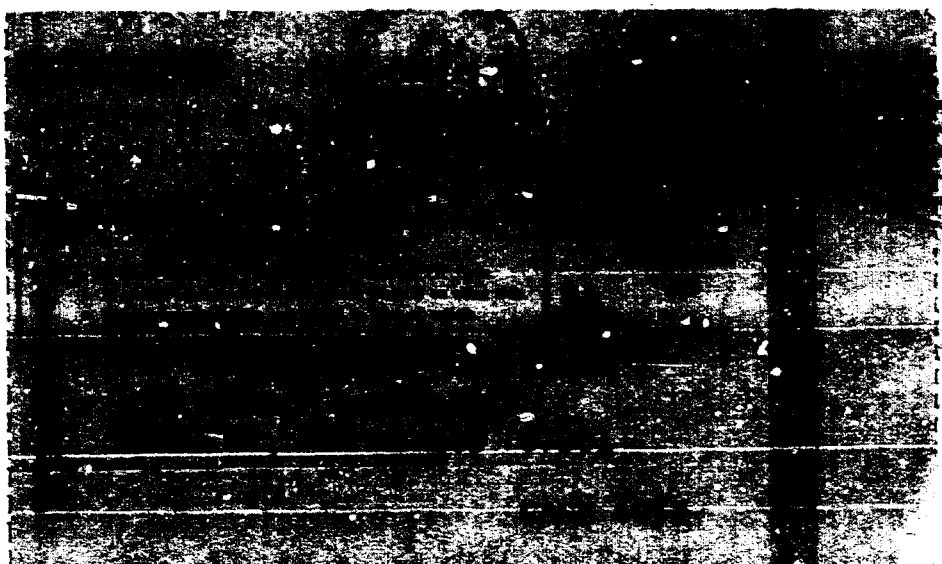
CASE 6072: Application of Harvey E. Yates Company for pool creation and special pool rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Canyon production for its Travis Deep Unit Well No. 2, located in Unit G of Section 13, Township 18 South, Range 28 East, Eddy County, New Mexico, and the promulgation of special rules therefor, including a provision for 80-acre spacing.

CASE 6073: Application of Cities Service Company for two unorthodox gas well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox locations of its Government AD Well No. 2 located 2310 feet from the North line and 660 feet from the West line, and its Government AE Well No. 1 located 2310 feet from the South line and 1980 feet from the East line, both in Section 27, Township 21 South, Range 27 East, Burton Flat Field, Eddy County, New Mexico, the N/2 and S/2 of said Section 27 to be dedicated, respectively, to said wells.

CASE 6074: Application of Amerada Hess Corporation for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of South Blanco-Pictured Cliffs and Otero-Chacra production in the wellbores of its Jicarilla Apache "A" Well No. 8 located in Unit N of Section 26 and its Jicarilla Apache "F" Well No. 12 located in Unit B of Section 22, both in Township 25 North, Range 5 West, Rio Arriba County, New Mexico.

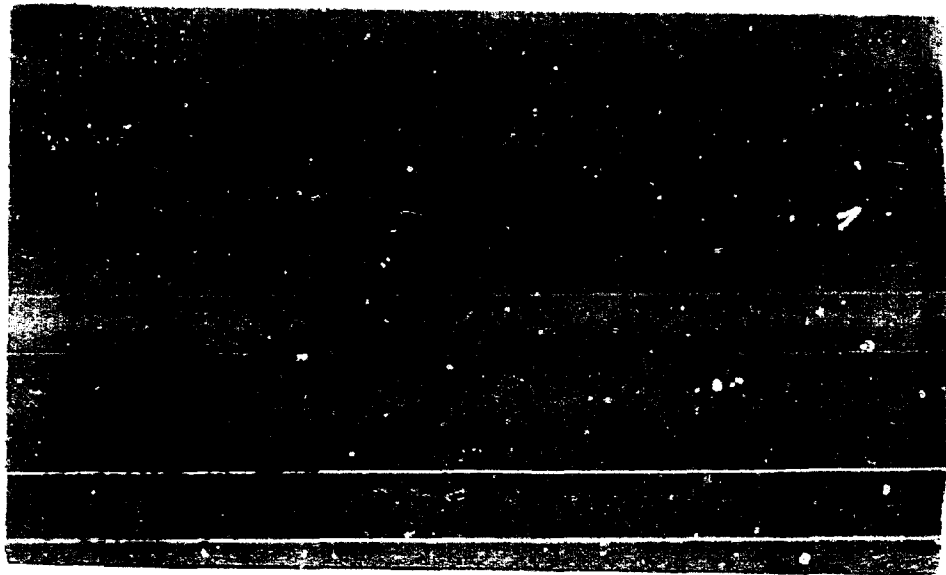
CASE 6075: Application of Amoco Production Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its South Mattix Unit Well No. 30 located 330 feet from the South and East lines of Section 15, Township 24 South, Range 37 East, Fowler-Upper Yeso Pool, Lea County, New Mexico.

CASE 6076: Application of E. L. Latham, Jr., Roy G. Barton, Jr., and R. L. Foree for a gas well curtailment and gas pool prorationing, Chaves County, New Mexico. Applicants, in the above-styled cause, seek an order temporarily shutting in, or limiting production from the La Rue and Muncy Nola Well No. 1, located in Unit O of Section 8, Township 14 South, Range 28 East, Sams Ranch Grayburg Gas Pool, Chaves County, New Mexico. Applicants further request that the Commission institute gas prorationing in said pool retroactively to date of first production and direct the gas purchaser(s) in said pool to take ratably from all wells in said pool.



No. 481754

RECEIPT FOR CERTIFIED MAIL—30¢		
SENT TO Western Energy Corporation		POSTMARK OR DATE
STREET AND NO. Box 5015		
P. O., STATE, AND ZIP CODE Santa Fe, New Mexico 87501		
EXTRA SERVICES FOR ADDITIONAL FEES		
<input type="checkbox"/> Return Receipt Shows to whom and date delivered	<input type="checkbox"/> Shows to whom, date, and where delivered	<input type="checkbox"/> Deliver to Addressee Only
<input type="checkbox"/> 10¢ fee	<input type="checkbox"/> 35¢ fee	<input type="checkbox"/> 50¢ fee
POD Form 3800 Mar. 1965		
NO INSURANCE COVERAGE PROVIDED— NOT FOR INTERNATIONAL MAIL (See other side)		



### OPTIONAL SERVICES

Return receipt (10¢ or 35¢)  
 Gift or to addressee only—50¢  
 Special delivery

[illegible]



## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
1000 RIO BRAZOS RD. - AZTEC

87410

DIRECTOR  
JOE D. RAMEY

LAND COMMISSIONER  
PHIL R. LUCERO



STATE GEOLOGIST  
EMERY C. ARNOLD

September 30, 1977

Mr. T. A. Dugan  
P. O. Box 234  
Farmington, New Mexico

Re: Case No. 6052  
~~Western Energy Corp.~~  
Ute #2  
0-23-31N-16W

Dear Mr. Dugan:

The subject case was continued to October 12, 1977, as requested by Mr. Tulley by telephone on September 27, 1977.

Testimony will be taken on that date regarding the well unless records are received in this office prior to October 9, 1977, showing the well to be a commercially producible well or a proposal to plug and abandon the well including a proposed date of plugging.

If there are questions, please contact us.

Yours very truly,

*AR Kendrick*  
A. R. Kendrick  
Supervisor, District #3

ARK:mc

xc: Oil Conservation Commission  
Santa Fe, New Mexico

U. S. G. S.  
Durango, Colorado

Dockets Nos. 33-77 and 34-77 are tentatively set for hearing on October 26 and November 9, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

## DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 12, 1977

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

**ALLOWABLE:** (1) Consideration of the allowable production of gas for November, 1977, from fifteen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

(2) Consideration of the allowable production of gas for November, 1977, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 6053: (Continued & Readvertised)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Noel Reynolds and all other interested parties to appear and show cause why the Torreon Water Well No. 1, located in Unit J of Section 21, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6025: (Continued & Readvertised)

Application of Roger C. Hanks for a special gas-oil ratio limitation, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of a special gas-oil ratio limitation of 10,000 cubic feet of gas per barrel of oil for the North Dagger Draw-Upper Pennsylvanian Pool, Eddy County, New Mexico, retroactive to August 22, 1977.

CASE 6052: (Continued from September 28, 1977, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Western Energy Corporation and all other interested parties to appear and show cause why the Ute Well No. 2 located in Unit O of Section 23, Township 31 North, Range 16 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6055: (Continued from September 28, 1977, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Han-San, Inc., and all other interested parties to appear and show cause why the Grevey Well No. 4 located in Unit E of Section 26, Township 26 North, Range 1 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 6057: Application of Aminoil USA Inc., for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Willow Lake Well No. 3 to be located 1980 feet from the South line and 1940 feet from the West line of Section 15, Township 24 South, Range 28 East, Willow Lake Field, Eddy County, New Mexico, the S/2 of said Section 15 to be dedicated to the well.

CASE 6058: Application of Atlantic Richfield Company for the amendment of Order No. R-5430, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5430, which order approved an unorthodox Justis-Fusselman location for its Wimberly WN Well No. 11 in Section 24, Township 25 South, Range 37 East, Lea County, New Mexico. Applicant now requests that the unorthodox location for said well be extended to include the Montoya formation.

CASE 6059: Application of Dome Petroleum Corporation for pool creation, an oil discovery allowable, and a special depth bracket allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the creation of the Leggs-Entrada Oil Pool in Section 11, Township 21 North, Range 10 West, San Juan County, New Mexico, the assignment of approximately 27,020 barrels of oil discovery allowable to its Santa Fe-Leggs Well No. 1 located in Unit O of said Section 11, and the establishment of a special depth bracket allowable of 750 barrels of oil per day for said pool.

CASE 6060: Application of J. Cecil Rhodes for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Blinberry formation into the perforated interval from 5252 feet to 5448 feet in his Corrigan Well No. 1 located in Unit M of Section 11, Township 25 South, Range 37 East, Justis-Blinberry Pool, Lea County, New Mexico.

OIL CONSERVATION COMMISSION

P. O. BOX 2038

SANTA FE, NEW MEXICO 87501

September 19, 1977

CERTIFIED - RETURN  
RECEIPT REQUESTED

C  
Western Energy Corporation  
Box 5015  
Santa Fe, New Mexico 87501

Re: Ute Well No. 2, located in  
Unit 0, Section 23, Township  
31 North, Range 16 West, San  
Juan County  
Plugging Bond

O  
Gentlemen:

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Y  
Enclosed is a copy of the docket of the Examiner  
Hearing to be held on Wednesday, September 28, 1977, at  
9 o'clock a.m. in the Oil Conservation Commission Con-  
ference Room, State Land Office Building, Santa Fe, New  
Mexico. Case 6052 concerns the above captioned subject  
matter.

Very truly yours,

LYNN TESCHENDORF  
General Counsel

LT/fd  
enc.

Dockets Nos. 31-77 and 32-77 are tentatively set for hearing on October 12 and 26, 1977. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 28, 1977

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

The following cases will be heard before Daniel S. Rutter, Examiner, or Richard L. Stamets, Alternate Examiner:

- CASE 6048: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Saguaro Oil Company and all other interested parties to appear and show cause why the Moran State Well No. 1 located in Unit A of Section 36, Township 18 North, Range 9 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6049: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Douglas Kenaston, Mints-Kenaston Drilling Co., and all other interested parties to appear and show cause why the Masden-Selby Well No. 1 located in Unit I of Section 21, Township 29 North, Range 11 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6050: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit J. Felix Hickman and all other interested parties to appear and show cause why the Malco State Com Well No. 1 located in Unit C of Section 16, Township 26 North, Range 8 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6051: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit B. G. West and N. W. McIntosh and all other interested parties to appear and show cause why the Rollins and Dodgen Well No. 2 located in Unit D of Section 28, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6052: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Western Energy Corporation and all other interested parties to appear and show cause why the Ute Well No. 2 located in Unit O of Section 23, Township 31 North, Range 16 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6053: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Noel Reynolds and all other interested parties to appear and show cause why the Torreon Water Well No. 1 located in Unit J of Section 28, Township 18 North, Range 3 West, Sandoval County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6054: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit John F. Staver and all other interested parties to appear and show cause why the Paperthin Well No. 1 located in Unit F of Section 26, Township 19 North, Range 5 West, McKinley County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6055: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Han-San, Inc., and all other interested parties to appear and show cause why the Grevey Well No. 4 located in Unit E of Section 26, Township 26 North, Range 1 East, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6056: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Julius Chodorow, American Employers' Insurance Company, and all other interested parties to appear and show cause why the Ute Well No. 1 located in Unit F of Section 20, Township 31 North, Range 15 West, San Juan County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.
- CASE 6021: (Readvertised)
- Application of Yates Petroleum Corporation for salt water disposal, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the interval from 963 feet to 1560 feet in its Federal HJ Well No. 1 located in Unit A of Section 31, Township 6 South, Range 26 East, Linda-San Andres Pool, Chaves County, New Mexico.
- CASE 5983: (Continued from September 14, 1977, Examiner Hearing)
- Application of Yates Petroleum Corporation for the amendment of Order No. R-5445, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-5445 to provide for a 200 percent risk factor for drilling the unit well rather than 26 percent. Said order pooled the H/2 of Section 19, Township 20 South, Range 25 East, Eddy County, New Mexico.





DIRECTOR  
JOE D. RAMEY

## OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO  
1000 RIO BRAZOS RD. - AZTEC

87410

LAND COMMISSIONER  
PHIL R. LUCERO

August 22, 1977



STATE GEOLOGIST  
EMERY C. ARNOLD

Case 6052

Ms. Lynn Teschendorf  
Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Western Energy Corporation

Ute #2

O-23-31N-16W

San Juan County

Dear Ms. Teschendorf:

Please docket a case to allow the operator of the subject well and other interested parties to appear and show why the well should not be properly plugged and abandoned.

If there are questions please contact us.

Yours very truly,

A. R. Kendrick  
Supervisor, District #3

xc: Operator:

DRAFT

dr/

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. 6052

Order No. R- 5561

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION  
COMMISSION ON ITS OWN MOTION TO PERMIT WESTERN ENERGY CORPORATION  
AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE  
UTE WELL NO. 2 LOCATED IN UNIT 0 OF SECTION 23, TOWNSHIP 31 NORTH,  
RANGE 16 WEST, SAN JUAN COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED  
AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING  
PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 26, 1977,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this \_\_\_\_\_ day of \_\_\_\_\_, 1977, 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:

*on the motion of the Commission,*  
That ~~the applicant's request for dismissal should be~~  
~~granted.~~ *Case No. 6052 should be dismissed.*

IT IS THEREFORE ORDERED:

That Case No. 6052 is hereby dismissed.

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