

CASE NO.

6214

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

MAY 17, 1978

COMMISSION HEARING

)
)
IN THE MATTER OF:)
)

Application of Morris R. Antweil) Case 6214
for an unorthodox gas well)
location, Lea County, New Mexico.)

)

BEFORE: Richard L. Stamets, Staff Member

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil Conservation Commission:

Joe Ramey, Chairman
Emery Arnold, Commissioner
Phil Lucero, Commissioner
Richard L. Stamets, Staff Member

Lynn Teschendorf, Esq., Legal Counsel

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

FOR MORRIS R. ANTWEIL:

CATRON, CATRON & SANTELL
Attorneys at Law
53 Old Santa Fe Trail
Santa Fe, New Mexico 87501
BY: William F. Carr, Esquire

LANPHERE REPORTING SERVICE

P.O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

MR. STAMETS: Call the next case on the docket.

MS. TESCHENDORF: Case 6214. Application of Morris R. Antweil for an unorthodox gas well location, Lea County, New Mexico.

MR. CARR: I'm William F. Carr, Catron, Catron & Sawtell, Santa Fe, appearing in behalf of the applicant.

I have one witness, and I'd like the record to reflect he has previously been sworn and is under oath.

MR. STAMETS:--and qualified.

MR. CARR: And qualified.

MR. STAMETS: The record will so reflect.

R. M. WILLIAMS

the witness herein, having been previously duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. CARR:

Q Would you state your full name, please?

A R. M. Williams.

Q What does Morris R. Antweil seek by this application in this case?

A We seek approval of a unorthodox location in the east half of Section 8, Township 12 South, Range 32 East.

We seek approval of the location 660 from the

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

north line and 1980 from the east line in dedication of the east half of that section as a gas spacing and proration unit.

Q Will you please refer to what has been marked as Exhibit 1 and explain to the Examiner what it is and what it shows?

A Exhibit 1 is a map of the area. It shows the proposed gas spacing and proration unit, the proposed location and four dry morrow test have been drilled in this area.

Q How close is the nearest, closest morrow production?

A The closest morrow production is in the TV Penn pool in Section 22 of 1131. This well is depleted and plugged and abandoned now, but it was an excellent morrow well approximately six miles northwest of this location.

Q Will you please refer to what's been marked as Exhibit 2 and explain what it is and what it shows?

A Exhibit 2 tries to show our acreage ownership in the area of the proposed well. The proposed well is shown in red, and the acreage controlled by Antwell is colored yellow on the map.

Our proposed location is in approximately the center of our acreage block.

LANPHERE REPORTING SERVICE

P.O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

This map you can also see the offset operators to the proposed gas station and proration units. Tenneco has 30 acres to the west of us, Texaco has 40 acres to the east of us, and Sabine Royalty has the acreage to the south of us.

Q Mr. Williams, have you notified offset operators of this case here today?

A Yes, we have.

Q Have you secured waivers from any of the offset operators?

A Yes, Exhibit 3 is a two page exhibit consisting of waivers which were secured from Texaco and Tenneco.

Q Why are you proposing to drill at an unorthodox location?

A We sought the location the closest to the old Murphy Corporation well in the northeast quarter of the northwest quarter of Section 8. That was originally drilled as a izonian test (sic) and penetrated the morrow section and had a good-looking morrow sand verocity in that log and is our primary reason for drilling in the area, and we sought to drill as close to that as we could.

Q Would this be a legal location if you would put together a unit comprising the north half of Section 8?

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

A Yes, it would.

Q In your opinion, will approval of this application be in the interest of conservation and protection of correlative rights and the prevention of waste?

A Yes.

MR. CARR: I will offer Applicant's Exhibits 1, 2, 3.

MR. STAMETS: These three exhibits will be admitted.

Are there any questions of the witness?

He may be excused.

Anything further in this case?

The case will be taken under advisement.

(WHEREUPON, the hearing was concluded.)

LANPHERE REPORTING SERVICE

P.O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

REPORTER'S CERTIFICATE

I, BETTY J. LANPHERE, CSR-RPR with offices in Santa Fe, New Mexico, do hereby certify that the foregoing transcript is a complete and accurate record of said proceedings as the same were recorded by me stenographically and reduced to typewritten transcript by me or under my supervision.

DATED, at Santa Fe, New Mexico this 15th day of October, 1978.

Betty J. Lanphere
Betty J. Lanphere, Court Reporter

I do hereby certify that the foregoing is
a complete and accurate transcript of the
the hearing held on May 17, 1978,
heard by Richard L. Ham, Examiner
Oil Conservation Division

LANPHERE REPORTING SERVICE

P.O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

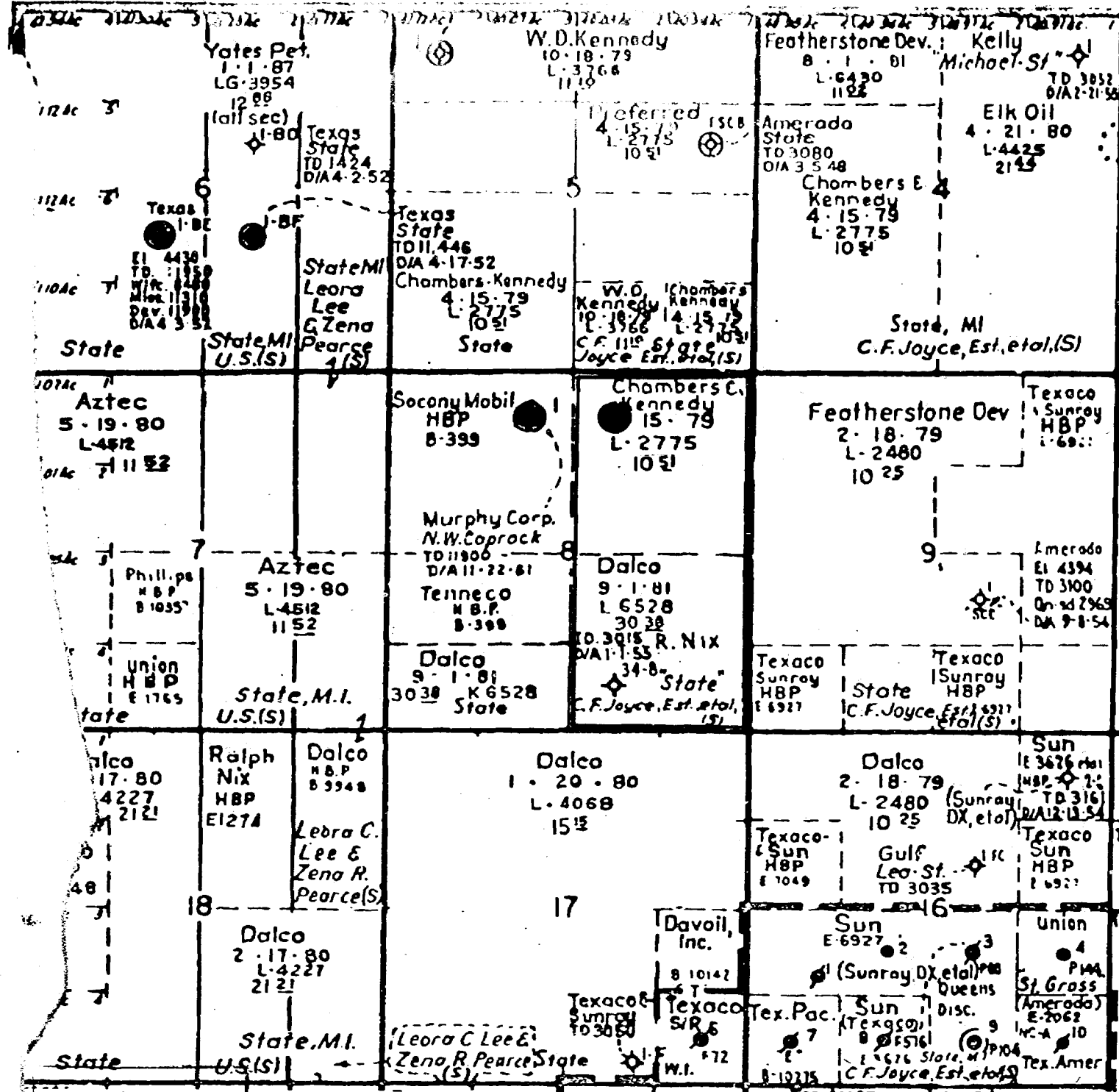
I N D E X

	<u>PAGE</u>
1. Appearances	3
2. The Witness - R. H. Williams	
Direct Examination by Mr. Carr	4
3. Reporter's Certificate	8

E X H I B I T S

	<u>IDENTIFIED</u>
(Applicant's Exhibits)	
1. Map of Proposed location	5
2. Map of Acreage Ownership	5
3. Waivers from Texaco & Tenneco	6
Applicant's Exhibits 1, 2, and 3 admitted	7

LANPHERE REPORTING SERVICE
P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

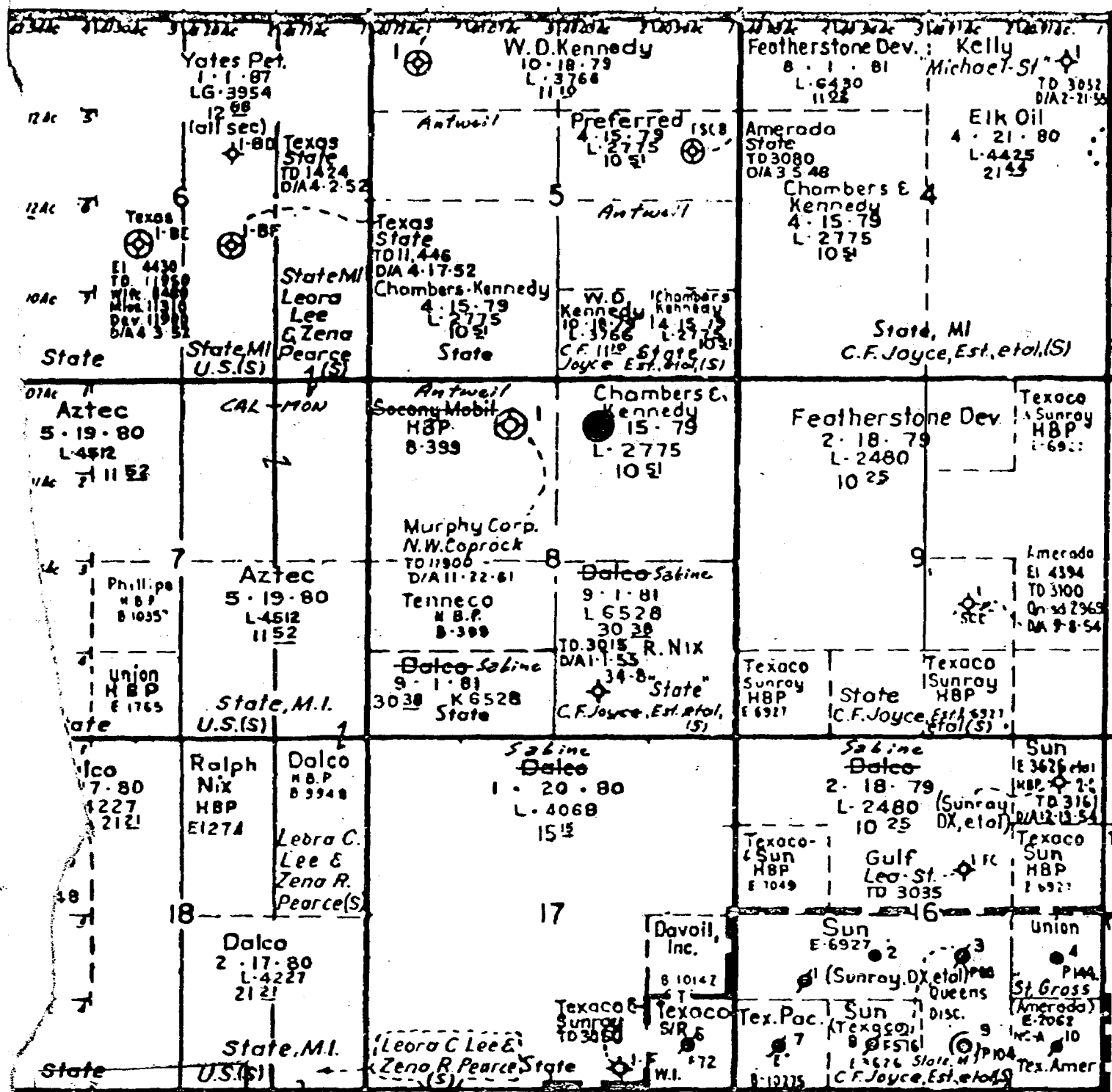


CASE NO. 6214
 MORRIS R. ANTWEIL
 APPLICATION FOR APPROVAL OF
 UNORTHODOX GAS WELL LOCATION
 Section 8-T12S-R32E
 LEA COUNTY

- Proposed location - 660'FNL & 1980'FEL
- Dry Morrow Test
- Proposed Gas Spacing and Proration Unit

Exhibit 1

BEFORE EXAMINER STAMETS
 OIL CONSERVATION COMMISSION
 Appl. EXHIBIT NO. 1
 CASE NO. 6214
 Submitted by Antweil
 Hearing Date 17 May 78



CASE NO. 6214
MORRIS R. ANTWEIL
APPLICATION FOR APPROVAL OF
UNORTHODOX GAS WELL LOCATION

ACREAGE OWNERSHIP

- Proposed Location
- Acreage Controlled by Antweil

Exhibit 2

BEFORE EXAMINER STAMETS
OIL CONSERVATION COMMISSION
Appl. EXHIBIT NO. 2
CASE NO. 6214
Submitted by Antweil
Hearing Date 17 May 78



PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
CENTRAL UNITED STATES
MIDLAND DIVISION

April 21, 1978

TEXACO INC.
P. O. BOX 3109
MIDLAND, TEXAS 79701

**WAIVER OF OBJECTION TO
NON-STANDARD LOCATION
MORRIS R. ANTWEIL
UNDESIGNATED MORROW GAS FIELD
LEA COUNTY, NEW MEXICO**

The State of New Mexico
Dept. of Energy & Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey
Division Director

Gentlemen:

Texaco Inc. has been advised by Morris R. Antweil of their application for administrative approval to drill an undesignated Morrow gas field located 660 FHL and 1980 FEL of Section 8-T12S-R32E, Lea County, New Mexico. An exception to Statewide gas well spacing rules will be required to drill the subject well.

Texaco Inc., as an offset operator, waives objection to the application.

Yours very truly,

D. T. McCreary
Division Manager

By

R. G. Brown
R. G. Brown
Assistant to Division Manager

PHD/pw

cc: Morris R. Antweil
P. O. Box 2010
Hobbs, New Mexico 88240

BEFORE EXAMINER STAMETS	
OIL CONSERVATION COMMISSION	
Appl.	EXHIBIT NO. <u>3</u>
CASE NO.	<u>6214</u>
Submitted by	<u>Antweil</u>
Hearing Date	<u>17 May 78</u>

Morris R. Antweil
OIL OPERATOR
P. O. BOX 2010
HOBBS, NEW MEXICO 88240

April 10, 1978

OFFSET OPERATORS

REFERENCE: Application for Administrative Approval
of an Unorthodox Gas Well Location
Section 8-T12S-R32E, Lea County, New Mexico

Gentlemen:

Enclosed is a copy of our application to the
New Mexico Oil Conservation Division for administrative
approval of an unorthodox location for a Morrow gas
well in the E/2 of Section 8-T12S-R32E, Lea County,
New Mexico.

Your waiver of objection, as an offsetting operator,
is requested so this matter will not have to come to
hearing on 3 May, 1978. We would appreciate your signing
the attached waiver and mailing the original to New Mexico
Oil Conservation Division, P. O. Box 2088, Santa Fe,
New Mexico 87501.

Yours very truly,

MORRIS R. ANTWEIL

R. M. Williams
R. M. Williams

RMW:crm
Attachment

We have no objection to the application of Morris R. Antweil
for the captioned unorthodox location.

Company	<u>Tanner Oil Co.</u>
by	<u>D. D. Myers</u>
Title	<u>Div. Prod. Mgr.</u>
Date	<u>4-27-78</u>

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6214
Order No. R-5752

APPLICATION OF MORRIS R. ANTWEIL FOR
AN UNORTHODOX GAS WELL LOCATION, LEA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 17, 1978,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 23rd day of June, 1978, the Division
Director, having considered the testimony, the record, and the
recommendations of the Examiner, and being fully advised in
the premises,

FINDS:

(1) That due public notice having been given as required
by law, the Division has jurisdiction of this cause and the
subject matter thereof.

(2) That the applicant, Morris R. Antweil, seeks approval
of an unorthodox gas well location 660 feet from the North line
and 1980 feet from the East line of Section 8, Township 12
South, Range 32 East, NMPM, to test the Morrow formation, Lea
County, New Mexico.

(3) That the E/2 of said Section 8 is to be dedicated to
the well.

(4) That a well at said unorthodox location will better
enable applicant to produce the gas underlying the proration
unit.

(5) That no offset operator objected to the proposed
unorthodox location.

(6) That approval of the subject application will afford
the applicant the opportunity to produce its just and equitable

-2-
Case No. 6214
Order No. R-5752

share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

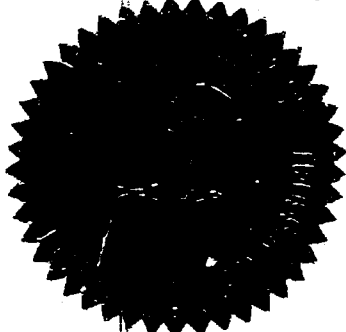
IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location for the Morrow formation is hereby approved for a well to be drilled by Morris R. Antweil at a point 660 feet from the North line and 1980 feet from the East line of Section 8, Township 12 South, Range 32 East, NMPM, Lea County, New Mexico.

(2) That the E/2 of said Section 8 shall be dedicated to the above-described well.

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

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



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Joe D. Ramey
JOE D. RAMEY
Director

fd/

BEFORE THE
NEW MEXICO OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO
MAY 3, 1978

EXAMINER HEARING

IN THE MATTER OF:

Application of Morris R.
Antweil for an unorthodox
gas well location, Lea
County, New Mexico.

Case 6214

BEFORE: Daniel S. Nutter, Examiner.

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil Conservation Division:

Lynn Teschendorf, Esq.
Legal Counsel for the Division

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

I N D E X

	<u>Page</u>
1. Appearances	2
2. Reporter's Certificate	3

* * * * *

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

MR. NUTTER: We call Case No. 6214.

MS. TESCHENDORF: Case 6214. Application of Morris R. Antweil for an unorthodox gas well location, Lea County, New Mexico.

The Applicant has requested that this Case also be continued to the May 17th hearing.

MR. NUTTER: Case No. 6214 will be continued to the Examiner Hearing scheduled to be held at this same place, nine o'clock a.m., May 17, 1978.

(WHEREUPON, Case 6214 continued.)

LANPHERE REPORTING SERVICE

P.O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

REPORTER'S CERTIFICATE

I, BETTY J. LANPHERE, CSR-RPR with offices in Santa Fe, New Mexico, do hereby certify that the foregoing transcript is a complete and accurate record of said proceedings as the same were recorded by me stenographically and reduced to typewritten transcript by me or under my supervision.

DATED at Santa Fe, New Mexico, this twenty-second day of May, 1978.

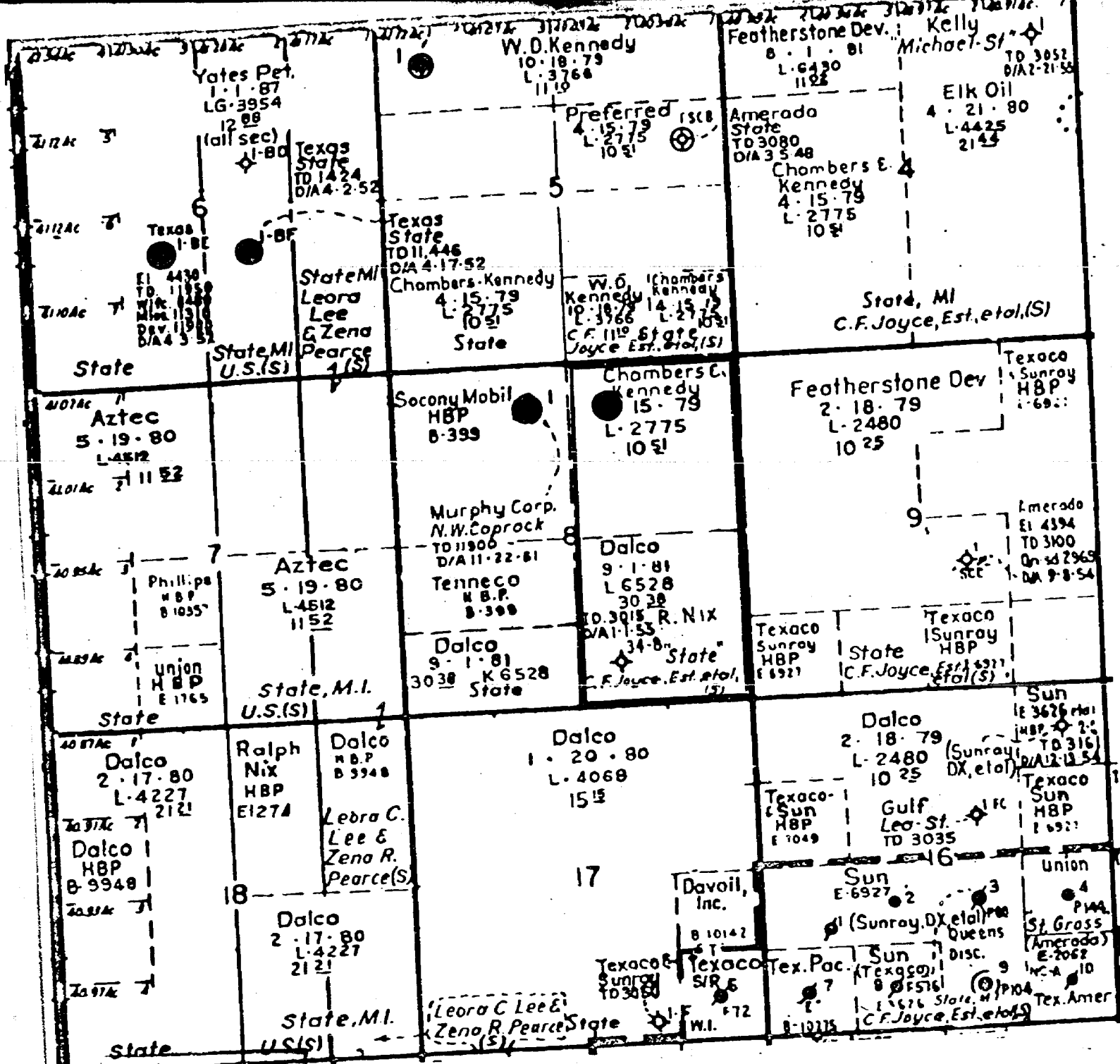
Betty J. Lanphere
Betty J. Lanphere, Court Reporter

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 6214, heard by me on 5/3, 1978.

[Signature], Examiner
New Mexico Oil Conservation Commission

LANPHERE REPORTING SERVICE

P. O. BOX 449
58 SOUTH FEDERAL PLACE
SANTA FE, NEW MEXICO 87501

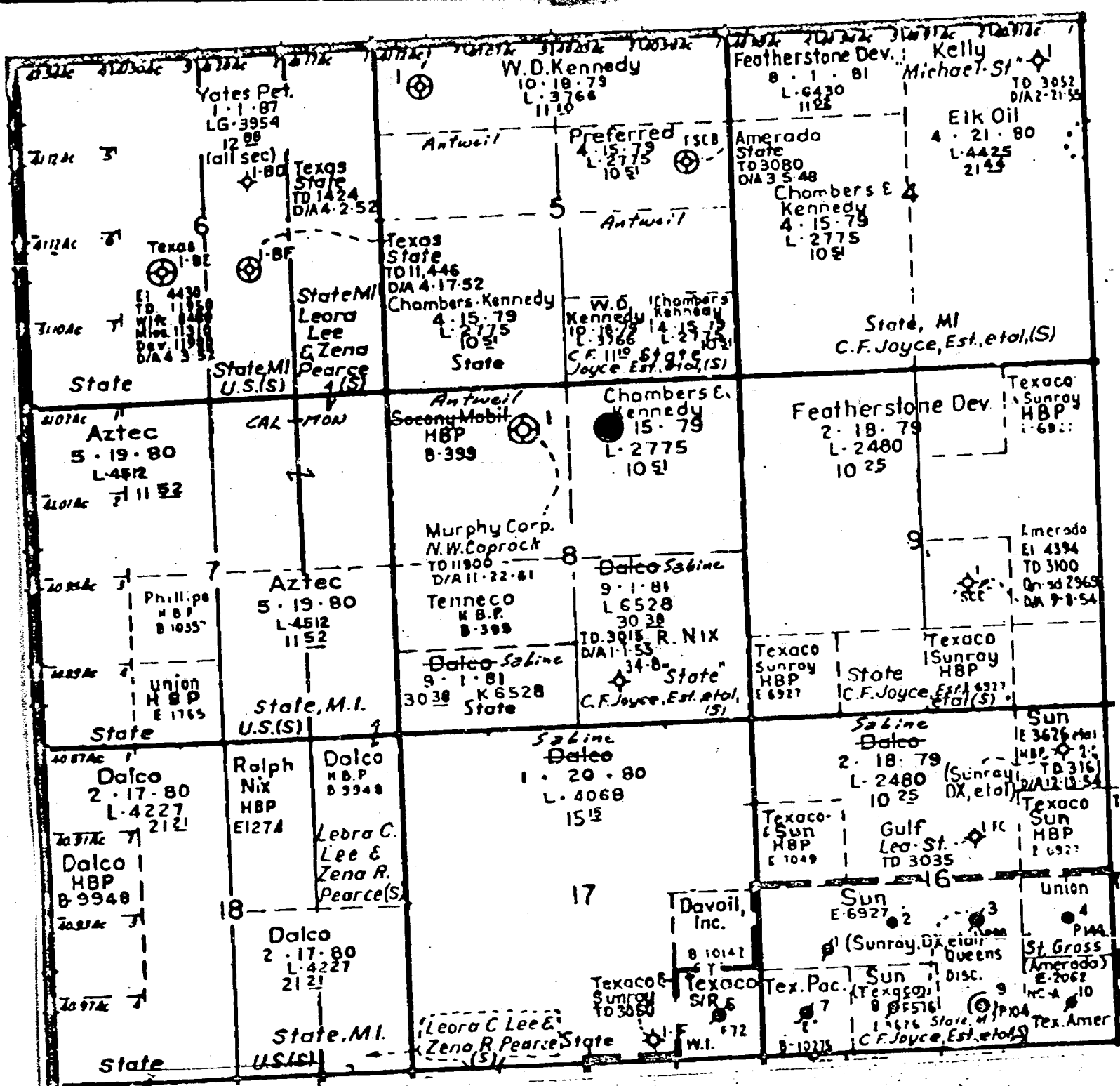


BEFORE EXAMINER STAMETS
OIL CONSERVATION COMMISSION
Appl. EXHIBIT NO. 1
CASE NO. 6214
Submitted by *Antweil*
Hearing Date 17 May 78

CASE NO. 6214
MORRIS R. ANTWEIL
APPLICATION FOR APPROVAL OF
UNORTHODOX GAS WELL LOCATION
Section 8-T12S-R32E
LEA COUNTY

- Proposed location - 660'FNL & 1980'FEL
- Dry Morrow Test
- Proposed Gas Spacing and Proration Unit

Exhibit 1



CASE NO. 6214
MORRIS R. ANTWEIL
APPLICATION FOR APPROVAL OF
UNORTHODOX GAS WELL LOCATION

ACREAGE OWNERSHIP



-  Proposed Location
-  Acreage Controlled by Antweil

Exhibit 2

BEFORE EXAMINER STAMETS
OIL CONSERVATION COMMISSION

Appl. EXHIBIT NO. 2

CASE NO. 6214

Submitted by Antweil

Hearing Date 17 May 78



PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
CENTRAL UNITED STATES
MIDLAND DIVISION

April 21, 1978

TEXACO INC.
P. O. BOX 3109
MIDLAND, TEXAS 79701

**WAIVER OF OBJECTION TO
NON-STANDARD LOCATION
MORRIS R. ANTWEIL
UNDESIGNATED MORROW GAS FIELD
LEA COUNTY, NEW MEXICO**

The State of New Mexico
Dept. of Energy & Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey
Division Director

Gentlemen:

Texaco Inc. has been advised by Morris R. Antweil of their application for administrative approval to drill an undesignated Morrow gas field located 660 FNL and 1980 FEL of Section 8-T12S-R32E, Lea County, New Mexico. An exception to Statewide gas well spacing rules will be required to drill the subject well.

Texaco Inc., as an offset operator, waives objection to the application.

Yours very truly,

D. T. McCreary
Division Manager

By *H. G. Brown*
H. G. Brown
Assistant to Division Manager

PHD/pw

cc: Morris R. Antweil
P. O. Box 2010
Hobbs, New Mexico 88240

BEFORE EXAMINER STAMETS
OIL CONSERVATION COMMISSION
Appl. EXHIBIT NO. 3
CASE NO. 6214
Submitted by Antweil
Hearing Date 17 May 78

Morris R. Antweil
OIL OPERATOR
P. O. BOX 2010
HOBBS, NEW MEXICO 88240

April 10, 1978

OFFSET OPERATORS

REFERENCE: Application for Administrative Approval
of an Unorthodox Gas Well Location
Section 8-T12S-R32E, Lea County, New Mexico


Gentlemen:

Enclosed is a copy of our application to the
New Mexico Oil Conservation Division for administrative
approval of an unorthodox location for a Morrow gas
well in the E/2 of Section 8-T12S-R32E, Lea County,
New Mexico.

Your waiver of objection, as an offsetting operator,
is requested so this matter will not have to come to
hearing on 3 May, 1978. We would appreciate your signing
the attached waiver and mailing the original to New Mexico
Oil Conservation Division, P. O. Box 2088, Santa Fe,
New Mexico 87501.

Yours very truly,

MORRIS R. ANTWEIL


R. M. Williams

RMW:crm
Attachment

We have no objection to the application of Morris R. Antweil
for the captioned unorthodox location.

Company Tanner Oil Co.
by D. D. Myers
Title Div. Prod. Mgr.
Date 4-27-78

CASE 6214: (Continued from May 3, 1978, Examiner Hearing)

Application of Morris R. Antweil for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow test well to be drilled at a point 660 feet from the North line and 1980 feet from the East line of Section 8, Township 12 South, Range 32 East, Lea County, New Mexico, the E/2 of said Section 8 to be dedicated to the well.

CASE 6213: (Continued & Readvertised)

Application of Morris R. Antweil for an unorthodox location and simultaneous dedication, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Rio Well No. 2, a Morrow test to be drilled at a point 660 feet from the North and West lines of Section 29, Township 18 South, Range 25 East, Eddy County, New Mexico, the N/2 of said Section 29 to be simultaneously dedicated to the aforesaid well and to applicant's Rio Well No. 1 located in Unit G of Section 29.

Dockets Nos. 19-78 and 20-78 are tentatively set for hearing on June 7 and 21, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 17, 1978

9 A.M. - OIL CONSERVATION DIVISION 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:

- CASE 6225: Application of Petroleum Development Corporation for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Sun McKay Federal Well No. 2 located in Unit G of Section 10, Township 19 South, Range 32 East, Lea County, New Mexico, in such a manner as to produce oil from the Wolfcamp formation thru tubing and gas from the Morrow formation thru the casing tubing annulus by means of a cross-over assembly.
- CASE 6226: Application of Barber Oil, Inc. for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its Saladar Unit, by the injection of water into the Yates formation through five wells located in Units K, L, N and O of Section 33, Township 20 South, Range 28 East, Saladar-Yates Pool, Eddy County, New Mexico.
- CASE 6227: Application of Union Texas Petroleum for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 209.5-acre non-standard gas proration unit comprising the W/2 of Section 7, Township 31 North, Range 9 West, Blanco Pictured Cliffs Pool, San Juan County, New Mexico, to be dedicated to a well drilled at a standard location thereon.
- CASE 6228: Application of Depco, Inc., for an unorthodox location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its R&S Federal Com Well No. 1 to be located 1980 feet from the South line and 990 feet from the West line of Section 17, Township 15 South, Range 28 East, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, the S/2 of said Section 17 to be dedicated to the well.
- CASE 6229: Application of Texas Oil & Gas Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for its South Wilson State Unit Area comprising 3,200 acres, more or less, of State land in Township 21 South, Range 34 East, Lea County, New Mexico.
- CASE 6230: Application of Texas Oil & Gas Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location for its Duffield Fed. Com Well No. 1, a Wolfcamp-Pennsylvanian test to be located 1980 feet from the South line and 660 feet from the West line of Section 28, Township 16 South, Range 27 East, Eddy County, New Mexico, the S/2 of said Section 28 to be dedicated to the well.
- CASE 6215: (Continued from May 3, 1978, Examiner Hearing)
- Application of Texas Oil & Gas Corporation for a non-standard unit and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 320-acre non-standard proration unit comprising the N/2 of Section 29, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to a well to be located at an unorthodox location 660 feet from the North and West lines of said Section 29.
- CASE 6231: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its State "JM" Well No. 1, a Morrow test to be located 660 feet from the North and East lines of Section 25, Township 18 South, Range 24 East, Eddy County, New Mexico, the N/2 of said Section 25 to be dedicated to the well.
- CASE 6232: Application of Yates Petroleum Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Cities "JG" Well No. 1 to be located 660 feet from the South and East lines of Section 13, Township 18 South, Range 24 East, Fordinkus Field, Eddy County, New Mexico, the E/2 of said Section 13 to be dedicated to the well.
- CASE 6233: Application of Amoco Production Company for salt water disposal, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Ojo Alamo formation through the perforated interval from 1175 feet to 1230 feet in its Cahn Gas Com Well No. 3 located in Unit F of Section 33, and from 1104 feet to 1122 feet in its Keys Gas Com "F" Well No. 1, located in Unit K of Section 27, all in Township 32 North, Range 10 West, Mt. Nebo-Fruitland Pool, San Juan County, New Mexico.

CATRON, CATRON & SAWTELL

ATTORNEYS AND COUNSELORS AT LAW

THE PLAZA

SANTA FE, NEW MEXICO 87501

THOMAS B. CATRON 1840-1921
FLETCHER A. CATRON, 1890-1964

THOMAS B. CATRON, III
JOHN S. CATRON
WILLIAM A. SAWTELL, JR.
FLETCHER R. CATRON

WILLIAM F. CARR
W. ANTHONY SAWTELL

17 - 1 1978
CONSERVATION
POST OFFICE BOX 208
TELEPHONE 482-1947
AREA CODE 605

May 3, 1978

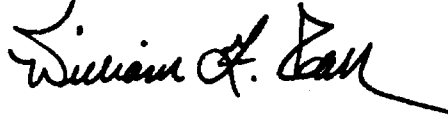
Mr. Joe D. Ramey
Division Director
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Re: Oil Conservation Commission Case No. 6214
Application of Morris R. Antweil for an
Unorthodox Gas Well Location, Lea County,
New Mexico

Dear Mr. Ramey:

This letter is to confirm my telephone conversation of Wednesday,
May 3, 1978, in which Morris R. Antweil requested that the above-captioned
case be continued to the Examiner Hearing to be held on May 17, 1978.

Very truly yours,



William F. Carr

WFC/ss

cc: Mr. R. M. Williams
c/o Hobbs Pipe and Supply Co.
P.O. Box 2010
Hobbs, New Mexico 88240

Morris R. Antweil
OIL OPERATOR
P. O. Box 2010
HOBBS, NEW MEXICO 88240

April 10, 1978

Case 6214

OFFSET OPERATORS

REFERENCE: Application for Administrative Approval
of an Unorthodox Gas Well Location
Section 8-T12S-R32E, Lea County, New Mexico

Gentlemen:

Enclosed is a copy of our application to the
New Mexico Oil Conservation Division for administrative
approval of an unorthodox location for a Morrow gas
well in the E/2 of Section 8-T12S-R32E, Lea County,
New Mexico.

Your waiver of objection, as an offsetting operator,
is requested so this matter will not have to come to
hearing on 3 May, 1978. We would appreciate your signing
the attached waiver and mailing the original to New Mexico
Oil Conservation Division, P. O. Box 2088, Santa Fe,
New Mexico 87501.

Yours very truly,

MORRIS R. ANTWEIL


R. M. Williams

RMW:crm
Attachment

We have no objection to the application of Morris R. Antweil
for the captioned unorthodox location.

Company Labine Production Company
by B. L. House
Title District Manager
Date April 12, 1978



PETROLEUM PRODUCTS

PRODUCING DEPARTMENT
CENTRAL UNITED STATES
MIDLAND DIVISION

April 21, 1978

TEXACO INC.
P. O. BOX 3109
MIDLAND, TEXAS 79702

Case 6214

WAIVER OF OBJECTION TO
NON-STANDARD LOCATION
MORRIS R. ANTWEIL
UNDESIGNATED MORROW GAS FIELD
LEA COUNTY, NEW MEXICO

The State of New Mexico
Dept. of Energy & Minerals
Oil Conservation Division
P. O. Box 2038
Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey
Division Director

Gentlemen:

Texaco Inc. has been advised by Morris R. Antweil of their application for administrative approval to drill an undesignated Morrow gas field located 660 FNL and 1980 FEL of Section 8-T12S-R32E, Lea County, New Mexico. An exception to Statewide gas well spacing rules will be required to drill the subject well.

Texaco Inc., as an offset operator, waives objection to the application.

Yours very truly,

D. T. McCreary
Division Manager

By R. G. Brown
R. G. Brown
Assistant to Division Manager

PHD/pw

cc: Morris R. Antweil
P. O. Box 2010
Hobbs, New Mexico 88240

This is recycled paper

Morris R. Antweil

OIL OPERATOR

P. O. Box 2010

HOBBS, NEW MEXICO 88240

April 24, 1978

Texaco, Inc.
Box 728
Hobbs, New Mexico 88240

Sabine Production Co.
901 Wall Towers - East
Midland, Texas 79701

Tenneco Oil Co.
1200 Lincoln Tower
Denver, Colorado 80203

REFERENCE: Application for Unorthodox Gas Well
Location Section 8-T12S-R32E
Lea County, New Mexico

Gentlemen:

Enclosed is a copy of New Mexico Oil Conservation
Division Docket No. 16-78 of cases to be heard 3 May,
1978. Your attention is directed to Case No. 6214, our
application for an unorthodox gas well location in
Section 8-T12S-R32E, Lea County, New Mexico, for the
drilling of the No. 1 Landlady as a Morrow test.

Yours very truly,

MORRIS R. ANTWEIL

R. M. Williams

RMW:crm
Enclosure

CC: New Mexico Oil Conservation Division
Box 2088
Santa Fe, New Mexico 87501

CERTIFIED MAIL

Case 6214

Dockets Nos. 18-78 and 19-78 are tentatively set for hearing on May 17 and June 7, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 3, 1978

9 A.M. - OIL CONSERVATION DIVISION 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 6211: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Eureka Oil Company and all other interested parties to appear and show cause why the Cora B. Moore Well No. 1 located in Unit L of Section 10, Township 29 North, Range 24 East, Colfax County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6212: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Clay-Neill and all other interested parties to appear and show cause why the State Well No. 1 located in Unit C of Section 9, Township 19 North, Range 30 East, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6200: (Continued & Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Astro-Tex Oil Corp., American Employers' Insurance Co., and all other interested parties to appear and show cause why the Cain Well No. 2 located in Unit J of Section 22, Township 15 North, Range 33 East, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6201: (Continued & Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Paul Haskins and all other interested parties to appear and show cause why the Federal "17" Well No. 1 located in Unit P of Section 17, Township 15 North, Range 33 East, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Division approved plugging program.

CASE 6199: (Continued & Readvertised)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Marion B. Edmonds and O. A. Peters and all other interested parties to appear and show cause why the Edmonds & Peters Federal Well No. 1 located in Unit M of Section 3, Township 15 North, Range 33 East, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6213: Application of Morris R. Antweil for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Rio Well No. 2 at a point 660 feet from the North and West lines of Section 29, Township 18 South, Range 25 East, Eddy County, New Mexico, the N/2 of said Section 29 to be dedicated to the well.

CASE 6214: Application of Morris R. Antweil for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow test well to be drilled at a point 660 feet from the North line and 1980 feet from the East line of Section 8, Township 12 South, Range 32 East, Lea County, New Mexico, the E/2 of said Section 8 to be dedicated to the well.

CASE 6215: Application of Texas Oil & Gas Corporation for a non-standard unit and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 320-acre non-standard proration unit comprising the N/2 of Section 29, Township 20 South, Range 36 East, North Osudo-Morrow Gas Pool, Lea County, New Mexico, to be dedicated to a well to be located at an unorthodox location 660 feet from the North and West lines of said Section 29.

CASE 6216: Application of Yates Petroleum Corporation for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down to and including the Wolfcamp and Pennsylvanian formations underlying the S/2 of Section 10, Township 21 South, Range 22 East, Eddy County, New Mexico, to be dedicated to applicant's Stinking Draw Unit Well No. 1 to be located at an unorthodox location 1383 feet from the South line and 695 feet from the East line of said Section 10. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6217: Application of Holly Energy, Inc., for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its McIntyre B Well No. 4 to be located 1300 feet from the South line and 330 feet from the West line of Section 20, Township 17 South, Range 30 East, Eddy County, New Mexico.

CASE 6218: Application of Inxco Oil Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for its Tequilla Unit Area comprising 4,826 acres, more or less, of State, Federal, and fee lands in Townships 23 and 24 South, Ranges 22 and 23 East, Eddy County, New Mexico.

CASE 6219: Application of H & G Oil Co., for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the N/2 of Section 9, Township 24 South, Range 28 East, West Malaga-Morrow Gas Pool, Eddy County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 6221: Application of Sun Oil Company for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Teas Federal Well No. 1 to be located 1980 feet from the North and West lines of Section 24, Township 20 South, Range 33 East, Teas Pennsylvanian Gas Pool, Lea County, New Mexico, the N/2 of said Section 24 to be dedicated to the well.

CASE 6220: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, extending, and redesignating certain pools in Chaves, Lea, and Eddy Counties, New Mexico:

(a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Strawn production and designated as the North Eidson-Strawn Pool. The discovery well is the Sabine Production Company North Eidson Fee Well No. 1 located in Unit M of Section 34, Township 15 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM
Section 34: W/2

(b) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Devonian production and designated as the Hume-Devonian Pool. The discovery well is the W. A. Monerief, Jr. State "8" Well No. 1 located in Unit G of Section 8, Township 16 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 8: NE/4

(c) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Morrow production and designated as the Hume-Morrow Gas Pool. The discovery well is the Mewbourne Oil Company State "E" Com Well No. 1 located in Unit L of Section 6, Township 16 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 6: S/2

(d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the North Lusk-Wolfcamp Pool. The discovery well is the Petroleum Development Corporation Pedco Gulf Federal Com Well No. 1 located in Unit I of Section 33, Township 18 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 33: SE/4

(e) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Mississippian production and designated as the Mescalero Sands-Mississippian Gas Pool. The discovery well is the Petroleum Development Corporation Hudson Federal Well No. 1 located in Unit M of Section 27, Township 12 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 12 SOUTH, RANGE 30 EAST, NMPM
Section 27: W/2

(f) EXTEND the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 26: All
Section 35: All

- (g) EXTEND the Artesia Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 23 EAST, NMPM
Section 2: S/2 SW/4 and SW/4 SE/4

- (h) EXTEND the Atoka-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 28: E/2 NW/4
Section 33: NE/4
Section 34: W/2 NW/4

- (i) EXTEND the Box Canyon Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM
Section 23: N/2

- (j) EXTEND the Crooked Creek-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM
Section 4: All

- (k) EXTEND the Fren-Seven Rivers Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM
Section 14: S/2, S/2 N/2, N/2 NE/4 & NE/4 NW/4
Section 15: S/2 & S/2 N/2
Section 23: All
Section 26: N/2
Section 27: N/2
Section 28: N/2 & N/2 S/2

- (l) EXTEND the Grama Ridge-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM
Section 2: All

- (m) EXTEND the Herradura Bend-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM
Section 29: W/2 SE/4, E/2 SW/4 & SW/4 SW/4
Section 30: SE/4 SE/4
Section 31: E/2 E/2
Section 32: N/2 NW/4 & NW/4 NE/4

- (n) EXTEND the West Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM
Section 32: NE/4

- (o) EXTEND the Langlie Mattix Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 31: NW/4

- (p) EXTEND the Little Box Canyon-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM
Section 12: S/2

- (q) EXTEND the South Loco Hills-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM
Section 20: W/2

- (r) EXTEND the Lusk-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
Section 10: All

- (s) EXTEND the North Lusk-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
Section 3: E/2

- (t) EXTEND the West Malaga-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM
Section 9: S/2

- (u) EXTEND the South Millman-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 19: N/2
Section 20: N/2

- (v) EXTEND the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 29: SE/4 SE/4
Section 32: NE/4 NE/4

- (w) EXTEND the Revelation-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 25 EAST, NMPM
Section 10: W/2

- (x) EXTEND the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
Section 22: NE/4

- (y) REDESIGNATE the West Scarborough Yates Pool in Lea County, New Mexico as the Comanche Stateline-Yates Pool and EXTEND the Comanche Stateline-Yates Pool to include therein:

TOWNSHIP 26 SOUTH, RANGE 36 EAST, NMPM
Section 28: S/2

- (z) EXTEND the North Shugart-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM
Section 19: E/2
Section 20: W/2

- (aa) EXTEND the Tubb Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 36: SE/4

- (bb) EXTEND the North Vacuum-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 16: N/2
Section 17: N/2

- (cc) EXTEND the White City Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM
Section 11: All

- (dd) EXTEND the Winchester-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 28: S/2

- (ee) EXTEND the Winchester-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 36: N/2

Care 6214

CATRON, CATRON & SAWTELL

THOMAS B. CATRON, 1840-1921
FLETCHER A. CATRON, 1890-1964

THOMAS B. CATRON, III
JOHN S. CATRON
WILLIAM A. SAWTELL, JR.
FLETCHER R. CATRON
WILLIAM F. CARR
W. ANTHONY SAWTELL

ATTORNEYS AND COUNSELORS AT LAW
THE PLAZA
SANTA FE, NEW MEXICO 87501

POST OFFICE BOX 788
TELEPHONE 982-1947
AREA CODE 505

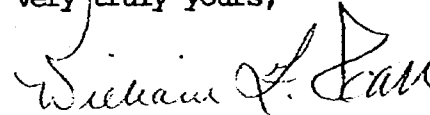
April 10, 1978

Mr. Joe D. Ramey
Division Director
Oil Conservation Division
New Mexico Energy and Minerals Department
P.O. Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Ramey:

Enclosed herewith, in triplicate, are two Applications of Morris R. Antweil for approval of unorthodox gas well locations in Eddy and Lea Counties, New Mexico. Morris R. Antweil requests that these matters be set for the Examiner's hearing to be held on May 3, 1978.

Very truly yours,



William F. Carr

WFC/ss

enclosure

cc: Morris R. Antweil

RECEIVED
APR 10 1978
Oil Conservation Commission

RECEIVED

APR 10 1978

Oil Conservation Commission

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO ENERGY AND MINERALS DEPARTMENT

IN THE MATTER OF THE APPLICATION OF
MORRIS R. ANIWEIL FOR AN UNORTHODOX
GAS WELL LOCATION, LEA COUNTY, NEW
MEXICO

CASE 6214

APPLICATION

Comes now Morris R. Antweil, by its undersigned attorneys, and hereby makes application to the Oil Conservation Division for an unorthodox gas well location and in support thereof, respectfully states:

1. Applicant is the operator of the Pennsylvanian Formation underlying the east half of Section 8, Township 12 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and proposes to drill a well at a point located 660 feet from the north line and 1,980 feet from the east line of said Section 8.

2. Applicant seeks an exception to the well location requirements of Oil Conservation Division Rule 104 B, II, (a) to permit the drilling of a well at the above-mentioned unorthodox location to test the Morrow Formation in the Pennsylvanian System.

3. That a standard 320-acre gas proration unit comprising the east half of said Section 8 should be dedicated to such well.

4. That approval of this Application will afford applicant the opportunity to produce its just and equitable share of gas in the Morrow Formation and will protect correlative rights.

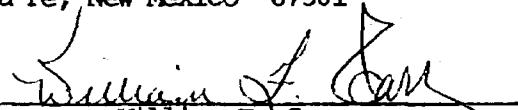
WHEREFORE, Morris R. Antweil requests that this Application be set for hearing before a duly appointed examiner of the Oil Conservation Division on May 3, 1978, that notice be given as required by law and the Rules of the

Division, that the Division enter its order granting the applicant permission to drill a well at a point 660 feet from the north line and 1,980 feet from the east line of said Section 8, in the Morrow Formation, and that the east half of said Section 8 be dedicated to this well.

Respectfully submitted,

CATRON, CATRON & SAWTELL
Attorneys for Applicant
P.O. Box 788
Santa Fe, New Mexico 87501

By


William F. Carr

M/LB a to
advise Bob
Williams
does not qualify
under 104 F
325

Case
6214

Morris R. Antweil
OIL OPERATOR
P. O. Box 2010
HOBBS, NEW MEXICO 88240
April 10, 1978

APR 11 1978

Mr. Joe D. Ramey, Division Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

REFERENCE: Application for Administrative Approval
of an Unorthodox Gas Well Location
Section 8-T12S-R32E, Lea County, New Mexico

Dear Mr. Ramey:

Morris R. Antweil respectfully requests administrative approval of an unorthodox gas well location under the provisions of Rule 104-F. Approval of the proposed location 660 FNL and 1980 FEL of Section 8-T12S-R32E, Lea County, New Mexico, is requested for the drilling of a 11,000-foot Morrow gas well to develop the gas spacing and proration unit being the E/2 of said Section 8. The proposed location is in violation of Rule 104-C-II-(a) in respect to being closer than 1980 feet from the end boundary of the proposed proration unit.

The following items are attached in support of the application for administrative approval:

- a. Map showing the ownership of the leases offsetting the proposed proration unit and the wells thereon,
- b. A tabulation of the offsetting operators which have been furnished a copy of this application by certified mail of this date as notice thereof, and
- c. A copy of the waiver requested from the offsetting operators.

Case 6214

Mr. Joe D. Ramey
RE: Application of an Unorthodox
Gas Well Location Sec.8-T12S-R32E

April 10, 1978
-2

Favorable consideration of this application for administrative approval of the requested unorthodox location will be appreciated. We have requested that a hearing be docketed before the New Mexico Oil Conservation Division on 3 May, 1978, to consider this matter in the event that the waivers and administrative approval cannot be obtained. Please contact us if any further information is necessary to your consideration.

Respectfully,

MORRIS R. ANTWEIL



R. M. Williams

RMW:crm
Attachments

MORRIS R. ANTWEIL
APPLICATION FOR ADMINISTRATIVE APPROVAL
OF AN UNORTHODOX GAS WELL LOCATION

- Proposed location - 660 FNL & 1980 FEL Sec. 8
- Dry Morrow Test
- Gas Spacing and Proration Unit

TABULATION OF OFFSET OPERATORS NOTIFIED

Section 9 - Texaco, Inc.
P. O. Box 728
Hobbs, New Mexico 88240

Section 16 & 17 - Sabine Production Company
901 Wall Towers - East
Midland, Texas 79701

Section 8 - Tenneco Oil Company
1200 Lincoln Tower
Denver, Colorado 80203

Note: The acreage in Sections 4, 5, 8 & 9 shown to be
leased by Chambers & Kennedy, Alan J. Antweil,
Sabine and Featherstone is operated by Morris
R. Antweil

Case 6514

Morris R. Antweil
OIL OPERATOR
P. O. Box 2010
HOBBS, NEW MEXICO 88240

April 10, 1978

OFFSET OPERATORS

REFERENCE: Application for Administrative Approval
of an Unorthodox Gas Well Location
Section 8-T12S-R32E, Lea County, New Mexico

Gentlemen:

Enclosed is a copy of our application to the
New Mexico Oil Conservation Division for administrative
approval of an unorthodox location for a Morrow gas
well in the E/2 of Section 8-T12S-R32E, Lea County,
New Mexico.

Your waiver of objection, as an offsetting operator,
is requested so this matter will not have to come to
hearing on 3 May, 1978. We would appreciate your signing
the attached waiver and mailing the original to New Mexico
Oil Conservation Division, P. O. Box 2088, Santa Fe,
New Mexico 87501.

Yours very truly,
MORRIS R. ANTWEIL

R. M. Williams

RMW:crm
Attachment

We have no objection to the application of Morris R. Antweil
for the captioned unorthodox location.

Company _____
by _____
Title _____
Date _____

DRAFT

dr/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6214

ORDER NO. R- 5752

APPLICATION OF MORRIS R. ANTWEIL

FOR AN UNORTHODOX GAS WELL LOCATION,

LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 17,
19 78, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this _____ day of May, 1978, the Division
Director, having considered the testimony, the record, and the
recommendations of the Examiner, and being fully advised in the
premises,

FINDS:

(1) That due public notice having been given as required by
law, the Division has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Morris R. Antweil,
seeks approval of an unorthodox gas well location 660
feet from the North line and 1980 feet from the
East line of Section 8, Township 12 South
Range 32 East, NMPM, to test the Morrow
formation, Pool, Lea
County, New Mexico.

(3) That the E/2 of said Section 8 is to be
dedicated to the well.

(4) That a well at said unorthodox location will better
enable applicant to produce the gas underlying the proration unit.

(5) That no offset operator objected to the proposed unorthodox
location.

-2-

Case No. _____

Order No. R- _____

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location for the Morrow formation is hereby approved for a well to be ~~located~~ ^{drilled by Morris R. Antweil} at a point 660 feet from the North line and 1980 feet from the East line of Section 8, Township 12 South, Range 32 East NMPM, _____ Pool, Lea County, New Mexico.

(2) That the E/2 of said Section 8 shall be dedicated to the above-described well.

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

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