

CASE 6251: AMOCO PRODUCTION CO. *any*
FOR COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO.

CASE NO.

6251

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

Santa Fe, NEW MEXICO

Hearing Date

JUNE 21, 1978

TIME: 9:00 A.M.

NAME	REPRESENTING	LOCATION
Paul W. Burchell	El Paso Natural Gas Co.	El Paso, TX
Wm. P. Aycock	Radco Services, Inc.	Midland
Carolee Caffield	Humble Law Firm	Midland
Roy K. Valla	(for Benchmark Oil Co.)	Midland
Victor T. Lyon	Benchmark Oil Co.	Hobbs
HUGH INGRAM	Conoco	HOBBS
Gene N. Garnett	Conoco	Dallas, Texas
Wes Hayworth	First National Bank in Dallas	Hobbs
John J. Strajek	Texaco Inc.	Odessa, TX
Edmund L. Hamblin	Odessa Nat. Corp.	Odessa, TX
Fred N. Walsh	Odessa Nat Corp	Farmington, NM
Allen Kopp	Walsh Engineers	Santa Fe
Tom K. H. H. H.	For Odessa Natural	Santa Fe
Hugh Hagan	Menigemey Law Firm	Roswell
Bob H. H.	K. H. H. & Fox	SF
Joel Carson	Hagan Petroleum	Artesia
Robert Boling	White Kord & Co.	Artesia
Chad Dickerson	Loose Carson & Dickerson	Artesia
Bill H. H.	Holly Energy	Artesia
	Hagan Pet Corp	Artesia
	Hagan Pet Corp	Artesia

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
State Land Office Building
Santa Fe, New Mexico
21 June 1978

EXAMINER HEARING

IN THE MATTER OF:

Application of Amoco Production
Company for compulsory pooling,
Eddy County, New Mexico.

CASE
6251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil
Conservation Division:

Lynn Teschendorf, Esq.
Legal Counsel for the Division
State Land Office Building
Santa Fe, New Mexico 87501

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
730 Bishop's Lodge Road • Phone (505) 988-3404
Santa Fe, New Mexico 87501

MR. STAMETS: Call Case 6251.

MS. TESCHENDORF: Case 6251. Application of Amoco Production Company for compulsory pooling, Eddy County, New Mexico.

The applicant has requested that this case be dismissed.

MR. STAMETS: Case 6251 will be dismissed.

(Hearing concluded.)

SALLY WALTON BOYD
CERTIFIED SHORTHAND REPORTER
730 Bishop's Lodge Road • Phone (505) 988-3404
Santa Fe, New Mexico 87501

REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, A Court Reporter, do hereby
 certify that the foregoing and attached Transcript of
 Hearing before the Oil Conservation Division was reported
 by me; that said transcript is a full, true, and correct
 record of the hearing, prepared by me to the best of my
 ability, knowledge, and skill from my notes taken at the
 time of the hearing.

Sidney F. Morrish
 Sidney F. Morrish, C.S.R.

I do hereby certify that the foregoing is
 a complete record of the proceedings in
 the Examiner hearing of Case No. 6257.
 heard by me on 10-18-48.
Richard A. Hammett
 New Mexico Oil Conservation Commission Examiner

SALLY WALTON BOYD
 CERTIFIED SHORTHAND REPORTER
 730 Bishop's Lodge Road • Phone (505) 888-3404
 Santa Fe, New Mexico 87501

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. 6251
Order No. R-5755

APPLICATION OF AMOCO PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 21, 1978,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of June, 1978, the Division
Director, 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. 6251 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

fd/



JUN 21 1978

Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

J. M. Brown
Division Engineering
Manager

June 19, 1978

File: DBF-986.51NM-3363

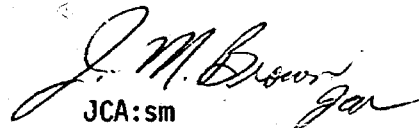
Re: Case No. 6251
Compulsory Pooling
S/2 Section 27, T-18-S, R-26-E
Atoka (Penn) Gas Pool
Eddy County, New Mexico

Mr. R. L. Stamets
State of New Mexico
Oil Conservation Division
P. O. Box 2088
State Land Office Building
Santa Fe, NM 87501

Dear Mr. Stamets:

Confirming Mr. J. C. Allen's telephone request of June 19, 1978,
please dismiss Case No. 6251, set for June 21, 1978. Case No.
6251 was Amoco's request for compulsory pooling in the Penn
formation of the S/2 Section 27, T-18-S, R-26-E, Atoka (Penn)
Gas Pool, Eddy County, New Mexico.

Very truly yours,


JCA:sm

JUN 19 1978

ATWOOD, MALONE, MANN & COOTER

A PROFESSIONAL ASSOCIATION
LAWYERS

JEFF D. ATWOOD [1883-1980]
ROSS L. MALONE [1910-1974]

P. O. DRAWER 700
SECURITY NATIONAL BANK BUILDING
ROSWELL, NEW MEXICO 88201
[505] 622-6221

CHARLES F. MALONE
RUSSELL D. MANN
PAUL A. COOTER
BOB F. TURNER
ROBERT A. JOHNSON
JOHN W. BASSETT
ROBERT E. SABIN
R. E. THOMPSON
RANDAL W. ROBERTS

June 16, 1978

Mr. Joe Ramey
Oil Conservation Division
State Land Office Building
Santa Fe, New Mexico 87501

Re: Examiner Hearing June 21

Dear Mr. Ramey:

Please file our enclose Entry of Appearance in
Case No. 6251, for Amoco Production Company.

With best regards,

Very truly yours,


Charles F. Malone

CFM/sw
cc: Guy Buell

JUN 10 1973

BEFORE THE OIL CONSERVATION DIVISION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION)
OF AMOCO PRODUCTION COMPANY FOR)
COMPULSORY POOLING, SOUTH HALF) Case No. 6251
OF SECTION 27, 18 SOUTH, 26 EAST)
ATOKA-PENNSYLVANIAN GAS POOL,)
EDDY COUNTY, NEW MEXICO)

ENTRY OF APPEARANCE

The undersigned hereby enter appearance herein in
behalf of AMOCO PRODUCTION COMPANY, with Guy Buell of Houston,
Texas.

ATWOOD, MALONE, MANN & COOTER, P.A.

By 
P.O. Drawer 700
Roswell, New Mexico 88201

Dockets Nos. 22-78 and 23-78 are tentatively set for hearing on July 6 and 19, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 21, 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:

- ALLOWABLE: (1) Consideration of the allowable production of gas for July, 1978, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for July, 1978, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 6238: (Continued from June 7, 1978, Examiner Hearing)

Application of Barber Oil, Inc., for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for its Saladar Unit Area comprising 240 acres, more or less, of Federal and fee lands in Township 20 South, Range 28 East, Eddy County, New Mexico.

CASE 6226: (Continued from June 7, 1978, Examiner Hearing)

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 6251: Application of Amoco Production Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 of Section 27, Township 18 South, Range 26 East, Atoka-Pennsylvanian 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 6252: Application of Holly Energy, 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 State 14 Well No. 1, a Morrow test to be located 990 feet from the North line and 660 feet from the East line of Section 14, Township 18 South, Range 28 East, Eddy County, New Mexico, the N/2 of said Section 14 to be dedicated to the well.

CASE 6253: Application of Merrion & Bayless for a non-standard proration unit, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for 364.44-acre non-standard gas proration unit comprising the W/2 of Sections 30 and 31, Township 26 North, Range 2 West, Blanco Mesaverde Pool, Rio Arriba County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon.

CASE 6254: Application of Read & Stevens, Inc., for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Bone Spring formation underlying the W/2 SE/4 of Section 7, Township 19 South, Range 35 East, Scharb-Bone Spring Pool, Lea County, New Mexico, to be dedicated to a well drilled at an unorthodox 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 6255: Application of Hanagan Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the N/2 of Section 8, Township 19 South, Range 26 East, 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.



Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

J. M. Brown
Division Engineering
Manager

Case 6251

June 1, 1978

File: DBF-986.51NM-3035

Re: Application for Hearing
Compulsory Pooling
Atoka (Penn) Pool
Eddy County, New Mexico

New Mexico Department of Energy and Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Attention: Mr. Joe D. Ramey

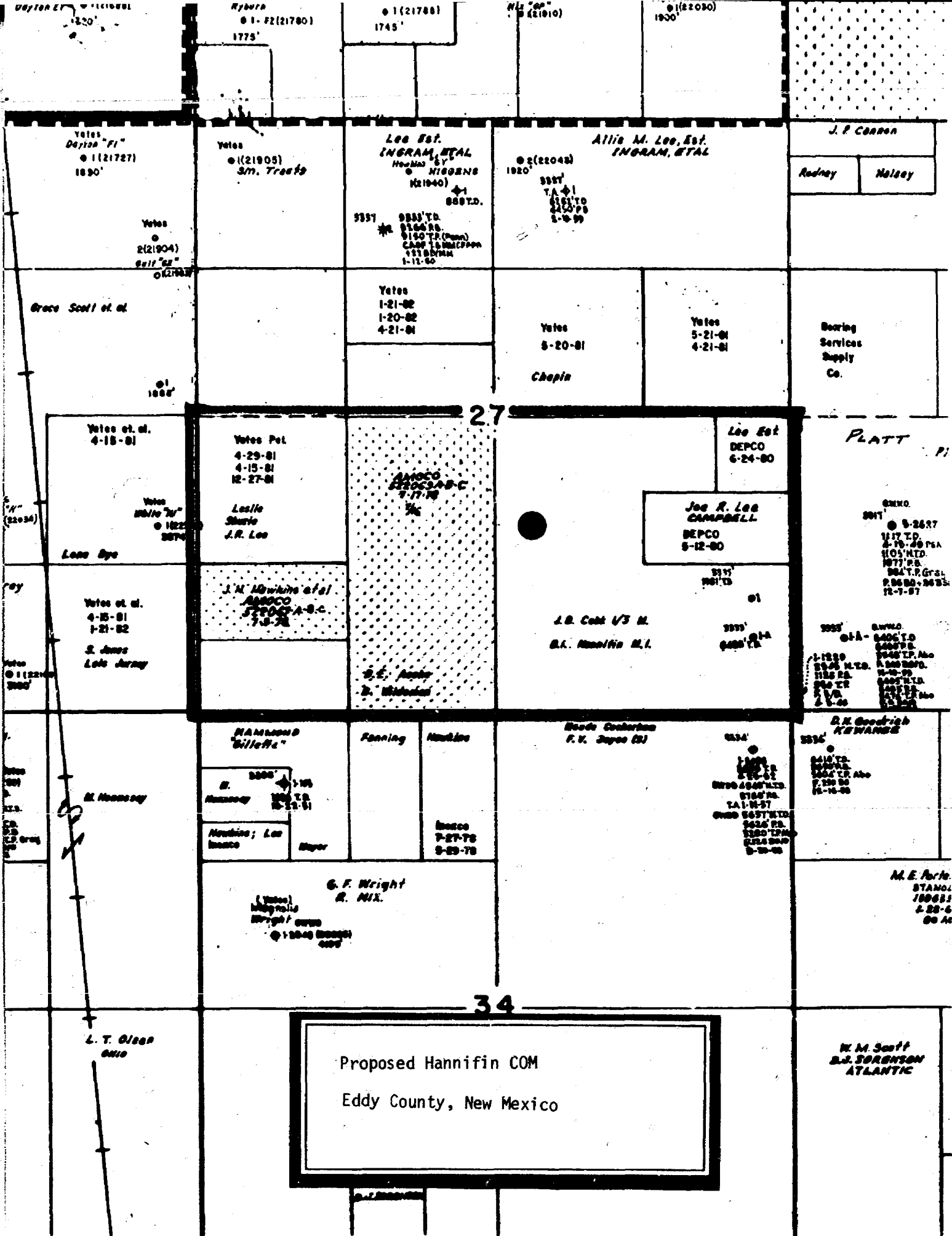
Gentlemen:

Confirming telephone request of May 31, 1978 to Mr. R. L. Staments, Amoco Production Company requests a hearing for compulsory pooling of all mineral interest in the Pennsylvanian Formation underlying the S/2, Section 27, T-18-S, R-26-E, 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 cost and charges for supervision and a charge for risk involved in drilling said well. Amoco will ask to be designated operator of the well.

Attached is a map of the area. Please direct any questions to Mr. Jim Pease, telephone number 713-652-5461.

Yours very truly,

JEP:sam
Attachment





AMOCO
JUN 1 - 9 1978
Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

J. M. Brown
Division Engineering
Manager

June 1, 1978

File: DBF-986.51NM-3035

Re: Application for Hearing
Compulsory Pooling
Atoka (Penn) Pool
Eddy County, New Mexico

New Mexico Department of Energy and Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Attention: Mr. Joe D. Ramey

Gentlemen:

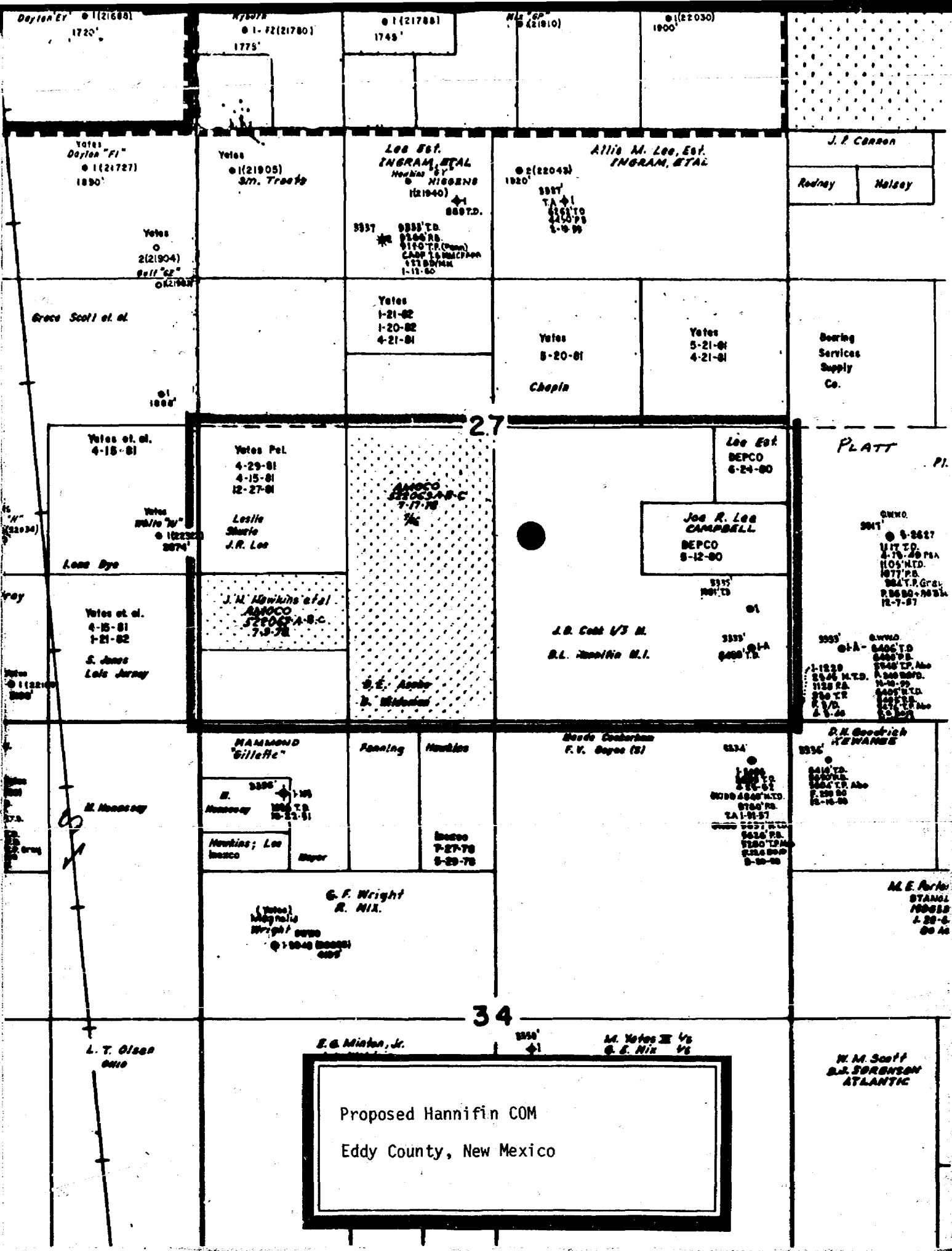
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Yours very truly,

J M Brown JEP

JEP:sam
Attachment





Amoco Production Company

500 Jefferson Building
P.O. Box 3092
Houston, Texas 77001

J. M. Brown
Division Engineering
Manager

June 1, 1978

File: DBF-986.51NM-3035

Re: Application for Hearing
Compulsory Pooling
Atoka (Penn) Pool
Eddy County, New Mexico

New Mexico Department of Energy and Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Attention: Mr. Joe D. Ramey

Gentlemen:

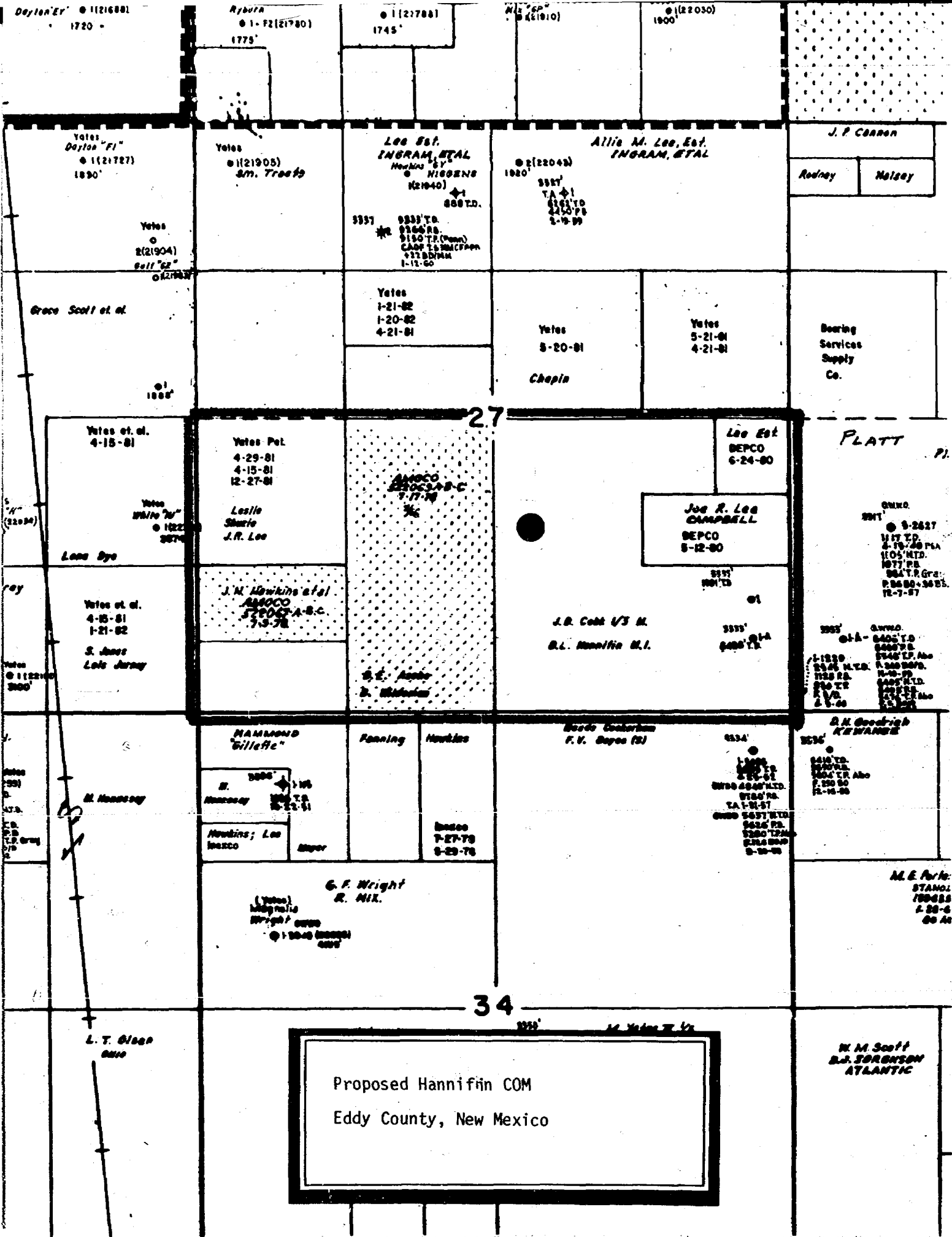
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Attached is a map of the area. Please direct any questions to Mr. Jim Pease, telephone number 713-652-5461.

Yours very truly,

A handwritten signature in cursive script, appearing to read "J. M. Brown".

JEP:sam
Attachment



Proposed Hannifin COM
Eddy County, New Mexico

Application Itasca Prod Co
compulsory pooling
Eddy Co. Case 6251

Pennsylvanian Lm

S/2 27-18S-26E

Atoke - Pennsylvanian Gas
Pool

well to be drilled
at std loc

Jim Pease 713-652
5461
5-31-78

RHS

DRAFT

dr/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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

CASE NO. 6251

Order No. R- 5255

APPLICATION OF AMOCO PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

LI

ORDER OF THE DIVISION

BY THE DIVISION:

RLH
This cause came on for hearing at 9 a.m. on June 21,
1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this _____ day of June, 1978, the Division
Director, 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. 6251 is hereby dismissed.

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

Don