CASE NO. 37

् =

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE PETITION OF THE NEW MEXICO OIL AND GAS ASSOCIATION FOR AN ORDER FIXING THE BOUNDARIES OF THE VARIOUS FIELDS IN EDDY AND LEA COUNTIES WITH CERTAIN CHANGES.

Pursuant to notice by the Commission, duly made and published, setting October 29, 1942, at two o'clock, P. M., for hearing in the above entitled matter, said hearing was convened on said day, at said hour, in the office of the Governor of New Mexico, at Santa Fe, New Mexico, the Commission sitting as follows:

HON. JOHN E. MILES, Governor of New Mexico, Chairman HON.JOHN M. KELLY, State Geologist, Secretary HON. H. R. RODGERS, Commissioner of Public Lands, Member HON. CARL B. LIVINGSTON, Chief Clerk and Legal Advisor.

APPEARANCES:

1. 2

Name	Company	Address
Hugh L. Sawyer M. E. Baish Glenn Staley J. O. Seth	New Mexico Oil & Gas Ass'n. Maljamar O & G. Proration Office Stanolind	Artesia, N. M. Hobbs, N. M. Santa Fe, N. M.
R. A. Shugart	Maljamar Cooperative Repressurir Co.	ıg
W. L. Cooper Emery Carper	Plains Prod. Co. Maljamar Cooperative Repressurin Co.	Dallas, Texas ng
Clarence E. Hinkle Walter P. Luck	do N. M. Asphalt & Rfg. Co.	Atty. Artesia

The meeting was called to order by the Chairman, who requested the Chief Clerk to read the Call of the meeting, which was read by Mr. Livingston, as follows:

"NOTICE FOR PUBLICATION STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

The Oil Conservation Commission, by law invested with jurisdiction as the oil and gas regulatory body of the State of New Mexico, hereby gives notice of the following hearing to be held at Santa Fe, New Mexico:

Case No. 37

In the matter of the petition of the New Mexico Oil and Gas Association for an order fixing the

-1-

boundaries of the various fields in Eddy and Lea Counties with certain changes. This case is re-set for two o'clock, P. M., October 29, 1942.

Any person having any interest in the subject of said hearing shall be entitled to be heard.

The foregoing Notice of Publication was made pursuant to the direction of the Commission at its Executive Meeting September 26, 1942.

Given under the seal of said Commission at Santa Fe, New Mexico, on September 28, 1942.

OIL CONSERVATION COMMISSION

< -

BY (SGD) JOHN M. KELLY Secretary."

BY MR. HUGH SAWYER: In connection with the petition of the New Mexico Oil and Gas Association for a hearing in regard to proposed changes in some oil field designations from those not embraced in orders of the Commission, I would like to state there is a technical committee, headed by Glenn Staley, who made a study of the situation. At this time I would like to present Mr. Staley to speak for his committee and outline the reasons for the requested changes.

GLENN STALEY,

being first duly sworn to tell the truth, the whole truth, and nothing but the truth, offered the following testimony. BY MR. STALEY: I might outline to you just briefly why the New Mexico Oil and Gas Association is asking for these changes: In the development of the various pools, and the discovery of new pools in this area, it is necessary from time to time to change, for operation purposes, the boundary lines of the various areas.

We have a committee, called the Nomenclature Committee, made up of engineers representing the State of New Mexico, the Federal Government and the operators. When it becomes necessary, in the opinion of those concerned with the allocation of oil and the development of the fields, this committee is called together and the boundary lines changed to suit the purpose for the allocation of oil to the various

-2-

areas. The discovery of the Square Lake Field necessarily changed the boundaries of all fields surrounding it, therefore it was necessary to change the boundaries of the Jackson-Grayburg, and Anderson and Robbinson and the Red Lake areas that surrounded the Square Lake area.

The committee felt that while the hearing was being held, that we might just as well go ahead and make corrections in boundary lines of other fields in Lea and Eddy Counties, and we went ahead and designated those producing areas I have listed, which changes in boundary lines have been suggested by the Oil Mens Association.

These changes have been passed upon by the Nomenclature Committee, and the operators, who might have other ideas, other than those of the Nomenclature Committee, were notified and asked to communicate directly with the Commission.

I offer this list as Exhibit No. 1. BY MR. KELLY: I recommend that we adopt this list.

(After conference with the Commission, the following announcement was made:

The Commission has accepted the changes as of the first day of next month.

BY MR. STALEY: As soon as possible a map will be made up showing these changes.

<u>C E R T I F I C A T E</u>

I hereby certify that the foregoing and attached two and one-half pages of typewritten matter are a true, correct and complete transcript of the shorthand notes taken by me on October 29, 1942, in Case No. 37, before the Oil Conservation Commission of New Mexico, and by me extended into typewriting.

Witness my hand this 2nd day of November, 1942.

herbarton

-3-