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BEFORE THE

Gil Conservation CommissionSanta Fe, New Mexico

IN THE MATTER OF:

CASE NO. 1083

TRANSCRIPT OF PROCEEDINGS

DEARNLEY-MEIER AND ASSOCIATES

COURT REPORTERS
605 SIMMS BUILDING
TELEPHONE 3-6691
ALBUQUERQUE, NEW MEXICO

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico June 14, 1956

IN THE MATTER OF:

Southeastern New Mexico nomenclature case calling for the creation of new pools and the extension of existing pools in Lea, Chaves and Eddy Counties, New Mexico.

(a) Creation of a new oil pool for Queen production, designated as the Cedar Point-Queen pool, and described as:

TOWNSHIP 15 SOUTH, RANGE 30 EAST Section 23: SE/4

(b) Creation of a new oil pool for Devonian production, designated as the Spencer-Devonian Pool, and described as:

TOWNSHIP 17 SOUTH, RANGE 36 EAST Section 25: NW/4

(c) Extension of the Baish pool to include:

TOWNSHIP 17 SOUTH, RANGE 32 EAST Section 16: SW/4

(d) Extension of the Corbin-Yates Pool to include:

TOWNSHIP 18 SOUTH, RANGE 33 EAST Section 16: NE/4

(e) Extension of the E-K Queen Pool to include:

TOWNSHIP 18 SOUTH, RANGE 34 EAST Section 8: SW/4
Section 17: W/2
Section 19: NE/4
Section 20: NW/4

(f) Extension of the Jalmat Pool to include:

TOWNSHIP 22 SOUTH, RANGE 35 EAST Section 23: NE/4

(g) Extension of the Langlie-Mattix Pool to include:

TOWNSHIP 26 SOUTH, RANGE 37 EAST Section 1: NE/4

DEARNLEY-MEIER AND ASSOCIATES
STENOTYPE REPORTERS
ALBUQUERQUE, NEW MEXICO
TELEPHONE 3-6691

Case No. 1083 (h) Extension of the North-Mason Delaware Pool to include:

TOWNSHIP 26 SOUTH, RANGE 32 EAST Section 19: SW/4 Section 30 NW/4

(i) Extension of the Wantz-Abo Pool to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST Section 2: SW/4 & Lots 11, 12, 13 & 14

BEFORE:

Mr. A. L. Porter
Mr. E. S. (Johnny) Walker
Honorable John F. Simms, Jr.

TRANSCRIPT OF HEARING

MR. PORTER: We are going to take up next the southeast nomenclature case which we believe we can get through with in about fifteen minutes. That will be the last case taken before the noon recess. The first case after noon will be Case 1082 relative to the various gas pools in southeast, New Mexico. The case now to be considered is Case 1083.

DIRECT EXAMINATION

By MR. GURLEY:

- Q Would you state your name, please?
- A Randall Montgomery.
- Q What is your position?
- A Geologist, New Mexico Oil Conservation Commission.
- Q Have you qualified before this Commission before?
- A Yes, I have.
- Q Mr. Montgomery, in your official capacity as geologist

for the Oil Conservation Commission of the State of New Mexico,
have you had an opportunity to study the proposed creation of a new
oil pool for the Queen production designated the Cedar Point-Queen
Pool in southeast, New Mexico?

A Yes, sir, I have.

- Q Would you state to the Commission your conclusion as a result of the study and your recommendation?
- A I recommend that the pool be created as advertised. The pool was discovered by the Leonard Oil Company. The discovery well was the Well No. 2, Lois C. Hobbs, in Unit I of 23-15-30, completed on 4-3-1956 in the Queen Formation. Top of the perforation is 2770. I recommend that the pool be created as advertised.
- Q Have you also had an opportunity to study the proposed creation of new oil pool for Devonian production designated as the Spencer-Devonian Pool?

 A Yes, I have.
 - Q What are your recommendations and conclusion?
- A I recommend that the pool be created as advertised, that being the Spencer-Devonian, the northwest quarter of Section 25, Township 17 South, Range 36 East. The discovery well in this field was the J. C. Williamson Spencer Unit No. 1 located in Unit C of Section 25, completed on 5/7/56, the dcs. 11,033 feet to the Devonian.
- Q Have you had an opportunity to study the proposed extension of the Baish Pool?
- A Yes, sir. I recommend that the Baish Pool be extended as advertised.
- Q Have you had an opportunity to study the proposed extension of the Corbin-Yates?
 - A Yes, and I further recommend that it be extended as advertised.

Q Have you made a study of the proposed extension of the E. K.-Queen Pool?

A Yes, I have. I recommend that it be extended as advertised and also there was an unadvertised portion, the south half of Section 14, Township 18 South, Range 33 East. I recommend that it be extended to include that area also and is continuous and contiguous.

- Q It is contiguous acreage?
- A To the present pool, that is correct.
- Q To that which was advertised? A No, to the pool.
- Q Have you had an opportunity to study the proposed extension of the Jalmat Pool?
 - A Yes. sir. I recommend that it be extended as advertised.
- Q Have you made a study of the proposed extension of the Langlie-Mattix?
- A I have. I further recommend that it be extended as advertised.
- Q You made a study of the proposed extension of the North Mason-Delaware Pool?
 - A I have and I recommend it be extended as advertised.
- Q Have you made an opportunity to study the proposed extension of the Wantz-Abo Pool?
- A Yes, sir, I have. I recommend that pool be extended as advertised.
 - Q Do you have any exhibits to introduce at this time?
 - A Yes, sir. I have marked them Exhibits 1 through 10 inclusive.
- MR. GURLEY: I would like to move that the Exhibits 1 through 10 be admitted.

MR. PORTER: Without objection they will be admitted. Any questions?

MR. NUTTER: One question.

CROSS EXAMINATION

By MR. NUTTER:

Q What was the additional extension?

A The south half of Section 14, Township 18 South, Range 33

MR. NUTTER: That is all.

MR. GURLEY: That is all we have in this case.

MR. PORTER: The witness may be excused and the case taken under advisement.

(Witness excused.)

<u>CERTIFICATE</u>

STATE OF NEW MEXICO)
COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 20th day of June, 1956.

Notary Public - Court Reporter

My commission expires: June 19, 1959.