DOCKET: REGULAR HEARING AUGUST 15, 1957

Oil Conservation Commission 9 a.m., Mabry Hall, State Capitol, Santa Fe, NM

- ALLOWABLE: (1) Consideration of the oil allowable for September, 1957.
 - (2) Consideration of the allowable production of gas for September, 1957, from the seven prorated pools in Lea County, New Mexico; also consideration of the allowable production of gas from the six prorated pools in San Juan and Rio Arriba Counties, New Mexico, for September, 1957.

NEW CASES

- CASE 977: In the matter of the hearing ordered to be held by Paragraph 3 of Order R-794-A, Case 977, to permit Southern Union Gas Company and other interested parties to show cause why 320acre spacing should be continued in the Tapacito-Pictured Cliffs Gas Pool.
- CASE 1291: Application of Tidewater Oil Company for approval of an oiloil dual completion in an undesignated Drinkard Pool and an undesignated McKee Pool underlying Section 24, Township 25 South, Range 37 East, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order authorizing an oil-oil dual completion, by means of parallel strings of tubing, in an undesignated Drinkard Pool and an undesignated McKee Pool underlying Section 24, Township 25 South, Range 37 East, Lea County, New Mexico, for its Coates "C" Well No. 8 located 660 feet from the North line and 1880 feet from the East line of said Section 24.
- CASE 1292: Application of John H. Trigg for an order authorizing a pilot program for the injection of gas into the Caprock-Queen Pool, Chaves County, New Mexico, for purposes of pressure maintenance, and further, authorizing the transfer of allowables for the injection well to other wells on the same basic lease, and further, to exempt certain of his wells from gas-oil ratio penalties. Applicant, in the above-styled cause, seeks an order authorizing the injection of gas into the Caprock-Queen Pool through his Federal Trigg No. 10-9 Well located in the NW/4 SE/4 of Section 9, Township 14 South, Range 31 East, Chaves County, New Mexico. Applicant further requests that the allowables assigned to the injection well be transferred to another well or wells on the same basic lease, and further, that during the period of the pilot program all wells in Section 9, which are on the same lease as the injection well, be exempt from gas-oil ratio penalties.
- <u>CASE 1293:</u> Application of Amerada Petroleum Corporation for an order amending the Special Rules and Regulations for the Justis Gas Pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order amending the Special Rules and Regulations for the Justis Gas Pool provided by Order R-586, as amended, to provide for 320-acre gas proration units in the Justis Gas Pool, Lea County, New Mexico.

- CASE 1294: Application of Ambassador Oil Corporation, Graridge Corporation and Gulf Oil Corporation for an order authorizing a pilot water flood project in the Caprock-Queen Pool in Lea and Chaves Counties, New Mexico, and further, authorizing the applicants to produce at capacity their wells located within and offsetting the pilot water flood program. Applicants, in the above-styled cause, seek an order authorizing the injection of water into the Queen formation of the Caprock-Queen Pool through six wells located in Sections 1 and 12, Township 13 South, Range 31 East, Chaves County, New Mexico, and further, authorizing capacity production from ten wells located within and offsetting the pilot water flood area located in Sections 1, 11, and 12, Township 13 South, Range 31 East, and Section 6, Township 13 South, Range 32 East, in Chaves and Lea Counties, New Mexico.
- CASE 1295: Application of Southern Union Gas Company and Southern Union Gathering Company for the suspension for a period of not less than six months of the cancellation of underproduction in the six prorated gas pools in San Juan and Rio Arriba Counties, New Mexico. Applicants, in the above-styled cause, seek an order extending until a date not earlier than January 31, 1958, the date upon which accumulated underproduction accrued to certain of their connections as of January 31, 1957, will be cancelled for non-production under the provisions of the Special Rules and Regulations for the Aztec-Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, West Kutz-Pictured Cliffs, and Blanco Mesaverde Gas Pools in San Juan and Rio Arriba Counties, New Mexico. Applicants further request similar relief for any and all wells of other producers in the same pools if the facts and circumstances are such as to make similar relief necessary.
- CASE 1296: Application of the Oil Conservation Commission of New Mexico upon its own motion for the suspension for a period of not less than six months of the overage shut-in provisions of the Special Rules and Regulations for the six prorated gas pools in San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks an order suspending until a date not earlier than January 31, 1958, the overage shut-in provisions of Special Rules and Regulations for the Aztec-Pictured Cliffs, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, South Blanco-Pictured Cliffs, West Kutz-Pictured Cliffs, and Blanco Mesaverde Gas Pools in San Juan and Rio Arriba Counties, New Mexico.
- <u>CASE 1297:</u> Southeastern New Mexico Nomenclature case calling for an order creating new pools and extending and deleting certain areas from existing pools in Lea, Roosevelt and Eddy Counties, New Mexico.

(a) Create a new oil pool for Paddock production, designated as the Grayburg-Paddock Pool, and described as:

TOWNSHIP 17 SOUTH, RANGE 30 EAST Section 18: SE/4