BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico June 18, 1958

IN THE MATTER OF: Case No. 1474

TRANSCRIPT OF PROCEEDINGS

DEARNLEY - MEIER & ASSOCIATES INCORPORATED GENERAL LAW REPORTERS ALBUQUERQUE, NEW MEXICO 3-6691 5-9546

BEFORE THE OIL CONSERVATION COMMISSION Santa Fe, New Mexico June 18, 1958	
IN THE MATTER OF:)
Northwestern New Mexico Nomenclature case calling for an order creating a new pool, extending existing pools and changing the desig- nation of certain pools in Rio Arriba, San Juan, and McKinley Counties, New Mexico.	<u>Case</u> <u>1474</u>
(a) Create a new gas pool for Paradox produc- tion, designated as the Blue Hill-Paradox Pool, and described as:	
TOWNSHIP 31 NORTH, RANGE 18 WEST, NMPM Section 1: NW/4 Section 2: NE/4	
TOWNSHIP 32 NORTH, RANGE 18 WEST, NMPM Section 35: SE/4 Section 36: SW/4	
<pre>(b) Extend the Aztec-Pictured Cliffs Pool to include:</pre>	
TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM Section 1: S/2 Section 12: NE/4	
<pre>(c) Extend the Fulcher Kutz-Pictured Cliffs Pool to include:</pre>	
TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM Section 6: SW/4	
<pre>(d) Extend the Gavilan-Pictured Cliffs Pool to include: <u>TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM</u> Section 23: SW/4 Section 26: NW/4</pre>	
)	

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(e)	Extend the South Blanco-Pictured Cliffs) Pool to include:
	TOWNSHIP 24 NORTH, RANGE 4 WEST, NMPM)Section 7: NE/4)Section 8: SW/4)
(f)	Extend the Blanco Mesaverde Pool to) include:
	TOWNSHIP 27 NORTH, RANGE 8 WEST, NMPM)Section 6:All
	TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM)Section 5:All
(g)	Extend the Angels Peak-Dakota Pool to) include:
	TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM)Section 27:S/2Section 34:All
(h)	Extend the East Companero-Dakota Pool to) include:
	TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPM)Section 18:All
(i)	Extend the North Los Pinos-Dakota Pool to) include:
	TOWNSHIP 32 NORTH, RANGE 6 WEST, NMPM) Section 20: N/2
	TOWNSHIP 32 NORTH, RANGE 7 WEST, NMPM)Section 23:NE/4
(j)	Extend the Bisti-Lower Gallup Oil Pool to) include:
	TOWNSHIP 25 NORTH. RANGE 11 WEST, NMPM)Section 15: SE/4)
	TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPMSection 19:Section 30:N/2
)

(k) Extend the Verde-Gallup Oil Pool to include: TOWNSHIP 31 NORTH, RANGE 14 WEST, NMPM SW/4 Section 8: Section 30: NW/4(1)Change the official designation of the following described pools: PRESENT DESIGNATION PROPOSED REVISION Angels Peak Pool Angels Peak-Dakota Pool Bloomfield Oil Pool Bloomfield-Farmington Oil Pool Fulcher-Kutz (Pictured Fulcher Kutz-Pictured Cliffs) Pool Cliffs Pool Gavilan Pool Gavilan-Pictured Cliffs Pool Lindrith Oil Pool Lindrith-Dakota Oil Pool North Los Pinos-Dakota North Los-Pinos-Dakota Pool Pool South Los-Pinos-Dakota South Los Pinos-Dakota Pool Pool Oswell Oil Pool Oswell-Farmington Oil Pool Red Mountain-Mesaverde Red Mountain Oil Pool Oil Pool Stoney Butte (Dakota) Stoney Butte-Dakota Oil Oil Pool Pool Table Mesa Oil Pool Table Mesa-Dakota Oil Pool Wyper Oil Pool Wyper-Farmington Oil Pool Otero Graneros-Dakota Pool Otero-Graneros Dakota Pool **BEFORE:** Mr. A. L. Porter, Jr. Mr. Murray Morgan Governor Edwin L. Mechem TRANSCRIPT OF PROCEEDINGS MR. PORTER: We'll take up next Case 1474. MR. PAYNE: Case 1474: Northwestern New Mexico Nomenclature case calling for an order creating a new pool, extending existing

pools and changing the designation of certain pools in Rio Arriba, San Juan and McKinley Counties, New Mexico.

(Witness sworn.)

A. R. KENDRICK

called as a witness, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION

By MR. PAYNE:

Q Would you state your name and position, please?

A A. R. Kendrick, Engineer for the Oil Conservation Commission.

Q In your capacity as engineer for the Oil Conservation Commission of New Mexico, have you had an opportunity to make a study concerning the creation of a new pool, extending existing pools, and changing the designation of certain pools in Rio Arriba, San Juan and McKinley Counties, New Mexico?

A I made a study for the creation of one new pool and the extension of some existing pools in San Juan and Rio Arriba Counties.

Q What are your recommendations concerning the creation of a new gas pool for Paradox production, designated as the Blue Hill-Paradox Pool?

A I recommend that a new pool be created, designated as the Blue Hill-Paradox Pool, based on Aztec Oil and Gas No. 1; Texas Navajo A, Unit M, Section 36, Township 32 North, Range 18 West. It had an I.P. of 13,900 mcf with a shut-in casing pressure of 3500 pounds. Perforated zone is from 7604 to 28, was completed February 25, 1953.

Q What do you recommend as the vertical limits of the proposed new gas pool?

A Paradox formation.

Q The horizontal limits?

A As advertised.

Q What are your recommendations concerning the extension of the Aztec-Pictured Cliffs Pool?

A I recommend that the Aztec-Pictured Cliffs Pool be extended as advertised, on the basis of one well capable of producing.

Q What are your recommendations for the extension of the Fulcher Kutz-Pictured Cliffs Pool?

A I recommend that the Fulcher Kutz-Pictured Cliffs Pool be extended as advertised, on the basis of one well capable of producing.

Q What are your recommendations concerning the Gavilan-Pictured Cliffs Pool?

A I recommend that the Gavilan-Pictured Cliffs Pool be extended as advertised, on the basis of one well capable of producing.

Q What are your recommendations concerning the extension of the South Blanco-Pictured Cliffs Pool?

A I recommend that it be extended as advertised, on the basis of two wells capable of producing.

Q What are your recommendations concerning the extension of the Blanco Mesaverde Pool?

A I recommend that the Blanco Mesaverde Pool be extended as

advertised, on the basis of two wells capable of producing.

Q What are your recommendations concerning the extension of the Angels Peak-Dakota Pool?

A I recommend that it be extended as advertised, on the basis of one well capable of producing.

Q What are your recommendations concerning the extension of the East Companero-Dakota Pool?

A I recommend that the East Companero-Dakota Pool be extended as advertised, on the basis of one well capable of producing.

Q What are your recommendations concerning the extension of the North Los Pinos-Dakota Pool?

A I recommend that the North Los Pinos-Dakota Pool be extended as advertised, on the basis of two wells capable of producing.

Q What are your recommendations concerning the extension of the Bisti-Lower Gallup Oil Pool?

A I recommend that the Bisti-Lower Gallup Oil Pool be extended as advertised, on the basis of three wells capable of producing.

Q What are your recommendations concerning the extension of the Verde-Gallup Oil Pool?

A I recommend that the Verde-Gallup Oil Pool be extended as advertised, on the basis of two wells capable of producing.

Q Mr. Kendrick, have you prepared exhibits substantiating your recommendations?

A I have two exhibits prepared by me, and two forms C-103,

one submitted by Aztec Oil and Gas requesting the Blue Hill-Paradox Pool, and one submitted by A. N. Brown for Mr. W. R. Weaver for the extension of the Angels Peak-Dakota Pool. I would like to submit these exhibits as Exhibits 1, 2, 3, and 4.

MR. PAYNE: I move that the exhibits be accepted in evidence in Case 1474.

MR. PORTER: Without objection, the exhibits will be admitted. Any questions of Mr. Kendrick? The witness may be excused.

(Witness excused.)

(Witness sworn.)

R. L. STAMETS

called as a witness, having been first duly sworn on oath, testified as follows:

DIRECT EXAMINATION

By MR. PAYNE:

Q Would you state your name and position, please?

A R. L. Stamets, geologist for the New Mexico Oil Conservation Commission.

Q Mr. Stamets, have you had an opportunity to make a study concerning the necessity for the change in official designation of certain pools?

A I have.

Q What are your recommendations concerning the proposed revision of the pool presently designated as Angels Peak Pool? A I propose that the pool name be changed as advertised.

Q For what reason, Mr. Stamets?

A To conform with the system currently in use for naming pools.

Q What are your recommendations concerning the proposed revision of the field presently known as the Bloomfield Oil Pool?

A I recommend that this pool name be changed as advertised.

Q For what reason?

A For the same reason.

Q What are your recommendations concerning the proposed revision for the pool presently known as the Fulcher Kutz (Pictured Cliffs) Pool, with paranthesis around the Pictured Cliffs?

A I recommend that this pool be changed as advertised, for the same reason, so as to conform to the standard method.

Q What are your recommendations concerning the proposed revision of the pool now known as the Gavilan Pool?

A I recommend this pool name be changed as advertised.

Q For the same reason?

A For the same reason.

Q What are your recommendations concerning the proposed revision of the pool known as the Lindrith Oil Pool?

A I recommend that this pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently designated the North Los-PinosDakota Pool, with two hyphens?

A I recommend that the name of this pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently designated as the South Los-Pinos-Dakota Pool, with two hyphens?

A I recommend that the name of this pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently designated as the Oswell Oil Pool?

A I recommend that the name of the pool be changed as advertised, for the same reason.

Q What are your recommendations for the proposed revision for the pool presently designated the Red Mountain Oil Pool?

A I recommend that the name of the pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently designated as the Stoney Butte (Dakota) Oil Pool?

A I recommend that this pool be changed as advertised, for the same reason.

Q What are your recommendations for the proposed revision of the pool presently designated as the Table Mesa Oil Pool?

A I recommend that the name of this pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently designated the Wyper Oil Pool?

A I recommend that the name of the pool be changed as advertised, for the same reason.

Q What are your recommendations concerning the proposed revision of the pool presently known as the Otero Graneros-Dakota Pool?

A I recommend that the name of the pool be changed as advertised, for the same reason.

Q Mr. Stamets, have you prepared any sort of an exhibit substantiating your recommendations?

A I have.

Q How have you designated that?

A At present it is undesignated, but it shall be designated Exhibit L in this case and will be submitted to you later.

MR. PAYNE: I move that Exhibit L in Case 1474 be admitted into evidence when prepared in final form.

MR. PORTER: Without objection the forthcoming exhibit will be admitted. Anyone have any questions? Mr. Nutter.

CROSS EXAMINATION

By MR. NUTTER:

Q Mr. Stamets, what was the name of the North Los Pinos-Dakota Pool prior to the change?

A Well, let's see here. Well, officially that was known as the North Los-Pinos-Dakota Pool. Q What is the name after you changed the name?

A North Los Pinos hyphen Dakota Pool.

MR. PORTER: Any further questions? Mr. Kendrick. By MR. KENDRICK:

Q I understand these changes are for conformation to a fixed schedule, is that correct, or a fixed policy for the name of the pool?

A That is correct.

Q Do you have any recommendation for the Hospa Pool in McKinley County?

A I recommend that we just leave it. I have been given to understand that this pool produces from the Hospa sand, as well as being located by the Hospa Township -- Hospa town, anyhow.

Q Are you recommending that it be called the Hospa - Hospa Pool?

A I recommend that we just leave it.

MR. PORTER: Any further questions? The witness may be excused.

(Witness excused.)

MR. PORTER: Anyone have anything further to offer in this case? We will take the case under advisement and adjourn the hearing.

(Hearing adjourned.)

DEARNLEY - MEIER & ASSOCIATES GENERAL LAW REPORTERS ALBUQUERQUE, NEW MEXICO Phone Chapel 3-6691 12

CERTIFICATE

STATE OF NEW MEXICO)) ss COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Proceedings before the New Mexico Oil Conservation Commission was reported by me in stenotype and reduced to typewritten transcript under my personal supervision, and that the same is a true and correct record to the best of my knowledge, skill and ability.

WITNESS my Hand and Seal this 2⁻⁻⁻ day of July, 1958, in the City of Albuquerque, County of Bernalillo, State of New Mexico.

NOTARY PUBLIC

My commission expires: June 19, 1959