DOCKET: REGULAR HEARING OCTOBER 15, 1958

Oil Conservation Commission 9 a.m. Apache School Gymnasium, 600 Block West Apache, Farmington, New Mexico

ALLOWABLE: (1) Consideration of the oil allowable for November, 1958.

(2) Consideration of the allowable production of gas for November, 1958, from six prorated pools in Lea County, New Mexico; also consideration of the allowable production of gas from seven prorated pools in San Juan and Rio Arriba Counties, New Mexico, for November, 1958.

NEW CAS. 3

CASE 1522:

Application of Lea County Drip Company, Inc. for the revision of certain of the Commission Statewide Rules and Regulations and for the revision of certain of the Commission forms. Applicant, in the above-styled cause, seeks an order to revise Rules 311, 312, 1116 and 1117 of the Commission Rules and Regulations, to replace the present Commission Form C-117 with two forms to be designated as C-117-A and C-117-B, and to revise Commission Form C-118.

CASE 1523:

Application of El Paso Natural Gas Company for an order establishing 320-acre drilling and spacing units and promulgating special rules and regulations for certain formations in San Juan and Rio Arriba Counties. New Mexico. Applicant, in the above-styled cause, seeks an order establishing 320-acre drilling and spacing units in San Juan and Rio Arriba Counties, New Mexico, and promulgating special rules and regulations for the gas producing interval lying between the base of the Greenhorn limestone of Cretaceous age and the base of the productive upper portion of the Morrison sandstone of Jurassic age, which includes undifferentiated Graneros, Dakota, and Morrison sands. The application includes all currently designated Dakota Gas Pools, Graneros Gas Pools and Graneros-Dakota Gas Pools with exception of the Barker Creek-Dakota Gas Pool and the Ute Dome Gas Pool.

CASE 1524:

Application of Sunray Mid-Continent Oil Company and British American Oil Producing Company for the establishment of rules and regulations for secondary recovery projects in the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico. Applicants, in the above-styled cause, seek an order promulgating special rules and regulations governing the operation of secondary recovery projects in the Bisti-Lower Gallup Oil Pool in the following areas:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM Section 6: S/2, NE/4, S/2 NW/4, & NE/4 NW/4 Section 7: E/2 & NW/4

TOWNSHIP 25 NORTH, RANGE 13 WEST, NMPM Section 1: NW/4, SE/4, S/2 NE/4, & NW/4 NE/4 Section 12: NE/4

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM Section 31: SE/4, E/2 SW/4, & NW/4 SW/4

TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM Section 35: All

Applicants propose that said special rules would include, among other things, a system for transfer of allowable from injection to shut-in wells and an administrative procedure for conversion of additional wells to LPG and gas injection.

CASE 1525:

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

(a) Create a new oil pool for Devonian production, designated as the Arkansas Junction-Devonian Pool, and described as:

TOWNSHIP 18 SOUTH, RANGE 36 EAST, NMPM Section 28: NW/4 Section 29: NE/4

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

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM Section 20: SE/4

(c) Create a new gas pool for Pennsylvanian production, designated as the South Salt Lake-Pennsylvanian Gas Pool, and described as:

TOWNSHIP 20 SOUTH, RANGE 32 EAST, NMPM Section 25: SE/4

(d) Extend the Allison-Pennsylvanian Pool to include:

TOWNSHIP 9 SOUTH, RANGE 36 EAST, NMPM Section 2: NE/4

(e) Extend the Atoka Pool to include:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 13: NE/4 SW/4 & NW/4 SE/4

(f) Extend the Caprock-Queen to include:

TOWNSHIP 14 SOUTH, RANGE 31 EAST, NMPM Section 4: W/2 NW/4