BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

TATER OF:

PRIS 1690

TRANSCRIPT OF HEARING

非服 9, 1959

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BEFORE THE OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO JUNE 9, 1959

IN THE MATTER OF:

CASE 1690: Northwestern New Mexico Nomenclature Case calling:
for an order extending existing pools in San

Juan, Rio Arriba and Sandoval Counties, New Mexico.

(a) Extend the Ballard-Pictured Cliffs Pool to include therein:

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM Section 31: N/2

TOWNSHIP 25 NORTH, RANGE 7 WEST, NMPM Section 31: N/2

(b) Extend the South Blanco-Pictured Cliffs Pool: to include therein:

TOWNSHIP 27 NORTH, RANGE 5 WEST, NMPM Section 7: W/2

(c) Extend the West Kutz-Pictured Cliffs Pool to: include therein:

TOWNSHIP 27 NORTH, RANGE 11 WEST, NMPM Section 20: SW/4

(d) Extend the Bisti-Lower Gallup Oil Pool to include therein:

TOWNSHIP 24 NORTH, RANGE 10 WEST, NMPM Section 11: N/2 NE/4

(e) Extend the Chimney Rock-Gallup Oil Pool to include therein:

TOWNSHIP 31 NORTH, RANGE 17 WEST, NMPM Section 3: SW/4 SW/4 Section 10: NW/4 & N/2 SW/4

(f) Extend the Horseshoe-Gallup Oil Pool to in- :
clude therein: :

TOWNSHIP 30 NORTH, RANGE 16 WEST, NMPM

Section 2: NW/4 NN/4 Section 14: N/2 N/2

TOWNSHIP 31 NORTH, RANGE 16 WEST, NMPM

Section 19: S/2 NW/4 Section 34: SE/4 SE/4 Section 35: SW/4 SW/4

(g) Extend the Otero-Gallup Oil Pool to include : therein:

TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM

Section 27: S/2 SW/4

Section 28: SE/4 & SE/4 NE/4

Section 32: NE/4 NE/4

Section 33: N/2 Section 34: N/2

Section 35: SW/4 NW/4 & NW/4 SW/4

(h) Extend the Verde-Gallup Oil Pool to include : therein:

TOWNSHIP 31 NORTH, RANGE 14 WEST, NMPM Section 21: W/2 NW/4

BEFORE:

Mr. A. L. Porter Mr. Murray Morgan Gov. John Burroughs

TRANSCRIPT OF PROCEEDINGS

MR. PORTER: We will take up next the Nomenclature Case for the Northwest, Case 1690.

MR. PAYNE: Case 1690. Northwestern New Mexico Nomen clature Case calling for an order extending existing pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico.

Yes, sir. Pan American is interested in MR. BUELL: Paragraph (g) of this case. That is the paragraph relating to the proposed extension of the Otero-Gallup Oil Pool. In the proposed extension area Pan American operates the Jicarilla Tribal "35" Well No. 1, which is located in the NW/4 of the SW/4 of Section 35, Township 25 North, Range 5 West. Pan American feels that the facts surrounding the Jicarilla Tribal "35" Well No. 1 will justify the Commission in granting an exception to this well to its rules and orders requiring the saving of casinghead gas. As had been discussed here today, in the Otero Pool there is now a pool rule that prevents flaring. In order that we may have an opportunity to present these facts to the Commission, facts that we feel will justify an exception. I would like to move that the Commission continue the consideration of Paragraph (g) of this case until the regular July hearing. That will give us an opportunity to request a hearing, and have a hearing on this well prior to the Commission acting on this proposed extension.

MR. PORTER: Is there any objection to Mr. Buell's motion for a continuance of Paragraph (g) to the regular July hearing date? The Commission will continue Paragraph (g) of Case 1690 to the regular July hearing.

MR. BUELL: Thank you very much.

(Witness sworn)

A. R. KENDRICK,

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

DIRECT EXAMINATION

BY MR. PAYNE:

- Q Will the witness please state his name and position?
- A A. R. Kendrick, engineer for the Oil Conservation Commission.
- Q Mr. Kendrick, in your official capacity with the Oil Conservation Commission, have you made a study concerning the necessity or desirability for extending existing pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico?
 - A I have.
- Q What are your recommendations concerning extension of the Ballard-Pictured Cliffs Pool?
- A I recommend the Ballard-Pictured Cliffs be extended as shown in Paragraph (a) of Exhibit 1, on the basis of two wells capable of producing from that pool.
- Q What are your recommendations concerning extension of the South Blanco-Pictured Cliffs Pool?
- A I recommend that pool be extended as shown in Paragraph (b) of Exhibit 1, on the basis of one well capable of producing from that pool.
- Q What are your recommendations concerning extension of the West Kutz-Pictured Cliffs Pool?
 - A I recommend that pool be extended as shown in Paragraph

- (c) of Exhibit 1, on the basis of one well capable of producing from that pool.
- Q What are your recommendations concerning extension of the Bisti-Lower Gallup Oil Pool?

A I recommend the Bisti-Lower Gallup be extended as shown in Exhibit 1, Paragraph (d), on the basis of one well capable of producing from that pool.

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

A I recommend that pool be extended as shown in Exhibit 1, Paragraph (e), on the basis of three wells capable of producing from that pool.

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

A I recommend that pool be extended as shown in Paragraph (f) of Exhibit 1, on the basis of four wells capable of producing from that pool.

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

A I recommend the Verde-Gallup Oil Pool be extended as shown in Paragraph (h) of Exhibit 1, on the basis of one well capable of producing from that pool.

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

A I have.

- Q How is that designated?
- A Commission's Exhibit No. 1, Case 1690.

MR. PAYNE: Mr. Commissioner, I move for the introduction of Exhibit 1 in 1690.

MR. PORTER: Without objection, it will be admitted.

Anyone have a question of Mr. Kendrick? You may be excused.

(Witness excused)

MR. PORTER: If nothing further in this case, we will take it under advisement, and the hearing is recessed.

STATE OF NEW MEXICO)

Output

OF BERNALILLO)

I, J. A. Trujillo, 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 by me, and that the same is a true and correct record to the best of my knowledge, skill and ability.

NOTARY PUBLIC

My Commission Expires:

October 5, 1960