DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 8, 1964

9 A. M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Elvis A. Utz, Alternate Examiner:

CASE 3020: In the matter of the application of the Oil Conservation Commission of New Mexico upon its own motion for the abolishment and extension of the following pools:

Abolish the Weir-Tubb Gas Pool in Township 20 South, Range 37 East;

Extend the Monument-Tubb Pool in Township 20 South, Range 37 East,

all in Lea County, New Mexico.

CASE 3021:

Application of Cherry Brothers and Cabot Corporation for a tubingless completion, Lea County, New Mexico. Applicants, in the above-styled cause, seek approval of the tubingless completion of their Austin State Well No. 1, located in Unit F of Section 19, Township 14 South, Range 36 East, Lea County, New Mexico, to produce oil from the Permo-Pennsylvanian formation at approximately 10,356 feet through 2 7/8-inch casing.

CASE 3022:

Application of Sinclair Oil & Gas Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the establishment of special pool rules for the North Vacuum-Devonian Pool, Lea County, New Mexico, including a provision for 80-acre spacing.

CASE 3023:

Application of Cities Service Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Ellenburger formation through its Hodges "B" Well No. 2 which is dually completed in the McKee and Ellenburger formations and located in Unit L of Section 1, Township 25 South, Range 37 East, Lea County. New Mexico.

CASE 3024:

Application of Deane H. Stoltz for approval of a non-standard unit, a dual completion, and commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard 80-acre unit in the North Bagley-Wolfcamp Pool comprising the SW/4 NE/4 and NW/4 SE/4 of Section 22, Township 11 South, Range 33 East, Lea County, New Mexico, approval of the dual completion (conventional) of its Deane H. Stoltz State 262 Well No. 1, located in Unit G of said Section 22, to produce oil from the North Bagley-Wolfcamp Pool through 1 1/4-inch tubing and to produce oil from the North Bagley-Upper Pennsylvanian Pool through the casing-tubing annulus by means of a hydraulic pump and authority to commingle production from the North Bagley-Wolfcamp and North Bagley-Pennsylvanian Pools into a common tank battery, computing production from the North Bagley-Upper Pennsylvanian Pool by the subtraction method.

CASE 3025: Application of Pan American Petroleum Corporation for a unit agreement, Eddy County, New Mexico. Applicant in the above-styled cause, seeks

approval of the Long Draw Unit Area comprising 3514 acres, more or less, of State and Federal lands in Township 20 South, Ranges 23 and 24 East, Eddy County, New Mexico.

- CASE 3026. Application of Shell Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Jalmat Pool by the injection of water into the Yates formation through four wells in Sections 32, and 33, Township 26 South, Range 37 East, Lea County, New Mexico.
- CASE 3027: Application of El Paso Natural Gas Company for the adoption of a new form. Applicant, in the above-styled cause, seeks the adoption of a new form entitled Purchaser's and Operator's Monthly Report, said form to be for the optional use of those gas purchasing companies which also have gas production. Use of said form to report monthly purchases and production would be in lieu of the monthly purchasers report and the monthly producers report presently required. Copies of the proposed form are available at the Office of the Oil Conservation Commission, State Land Office Building, Santa Fe, New Mexico.
- CASE 3028. In the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the revision of certain existing forms, the adoption of certain new forms, and the amendment of certain rules pertaining to the filing of forms.

In the above-styled cause, the Commission proposes to consider the adoption of various forms patterned after the model forms recommended by the Interstate Oil Compact Commission for use in reporting all phases of oil and gas activity to state regulatory agencies. The forms have also been adopted and recommended by the Regulatory Practices Committee and the Executive Committee of the New Mexico Oil and Gas Association.

Adoption of the forms by the Commission will also entail amendment to numerous rules and orders of the Commission, particularly in Section M of the Rules and Regulations, wherever reference is made to the title or form number of an existing form which would be revised, or where detailed instructions for completing and filing of forms would not be consonant with the proposed forms.

It is further proposed to amend Rule 1121 of the Rules and Regulations and Rule 7 (A) of the General Rules and Regulations for Prorated Gas Pools in the State of New Mexico as promulgated by Order No. R-1670 to require that gas purchasers' nominations be submitted not later than the first day of the month during which the nominations will be considered at the monthly allowable hearing.

It is also proposed that said Rule 7 (A) be further amended to require that gas purchasers shall file a supplemental nomination for the purchase of gas each month.

Copies of all proposed forms are available at the office of the Oil Conservation Commission, State Land Office Building, Santa Fe, New Mexico.