DOCKET: REGULAR HEARING - WEDNESDAY - DECEMBER 15, 1971

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

- ALLOWABLE: (1) Consideration of the oil allowable for January and February, 1972;
 - (2) Consideration of the allowable production of gas for January, 1972, from fifteen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico for January, 1972; consideration of purchaser's nominations for the six-month period beginning February 1, 1972 for that area.
- CASE 4575: (De Novo) (This case, previously continued from its October 13, 1971, hearing, will be continued to the February 16, 1972, regular hearing)

Application of Anadarko Production Company for the amendment of the special pool rules for an existing pool, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of the special rules and regulations governing the South Eunice-San Andres Pool to provide for the classification of oil and gas wells, spacing and well location requirements, and an allocation formula for withdrawals by oil and gas wells.

Upon application of Anadarko Production Company, this case will be heard De Novo under the provisions of Rule 1220.

CASE 4557: (De Novo) (This case, previously continued from its
October 13, 1971, hearing, will be continued to the February
16, 1972, regular hearing)

Application of Continental Oil Company for transfer of allowable, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to transfer allowable across boundaries of the participating area and the leases outside said area, but within the Maljamar Co-operative Area, MCA Unit Area, Maljamar Grayburg-San Andres Pool, Lea County, New Mexico.

Upon application of Continental Oil Company, this case will be heard <u>De Novo</u> under the provisions of Rule 1220.

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THE FOLLOWING CASES WILL BE HEARD BEFORE ELVIS A. UTZ, EXAMINER, OR DANIEL S. NUTTER, ALTERNATE EXAMINER, IN THE OIL CONSERVATION COMMISSION CONFERENCE ROOM ON THE SECOND FLOOR OF THE LAND OFFICE BUILDING AT 10 O'CLOCK A.M.

- CASE 4625: (Continued from the November 17, 1971, Examiner Hearing) Application of Texaco Inc. for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle production from the Paduca-Morrow and Paduca-Wolfcamp Gas Pools in the wellbore of its Cotton Draw Unit Well No. 65 located in Unit G of Section 2, Township 25 South, Range 31 East, Eddy County, New Mexico.
- CASE 4633: Application of El Paso Natural Gas Company for the suspension of certain provisions of Rules 14 (A) and 15 (A) of the General Rules and Regulations for the prorated gas pools of Southeastern New Mexico, promulgated by Order No. R-1670, as amended. Applicant, in the above-styled cause, seeks suspension for a period of one year from January 1, 1972, of those provisions of Rules 14 (A) and 15 (A) of the General Rules and Regulations for the prorated gas pools of Southeastern New Mexico that provide, respectively, for the cancellation of unproduced allowable and the shuttingin of overproduced wells. Applicant seeks said suspension for the Blinebry, Crosby (Devonian), Eumont, Jalmat, Justis, Monument (McKee), and Tubb Gas Pools, all in Lea County,
- CASE 4634: Application of Texaco Inc. for a waterflood expansion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its West Vacuum Unit Waterflood Project, Vacuum Pool, by the conversion to water injection of eleven wells located in Sections 28, 33, and 34 of Township 17 South, Range 34 East, and Sections 3 and 4 of Township 18 South, Range 34 East, Lea County, New Mexico.
- Application of Continental Oil Company for multiple comple-CASE 4635: tion and down-hole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to complete its Lockhart A-17 Well No. 4, located in the NE/4 NE/4 of Section 17, Township 21 South, Range 37 East, Lea County, New Mexico, in such a manner as to produce oil from the Tubb and Drinkard Pools through a single string of tubing and oil from the Penrose Skelly (Grayburg) Pool through a parallel string of tubing.

(Case 4636 continued)

(e) Extend the South Carlsbad-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM SECTION 30: S/2

(f) Extend the Catclaw Draw-Morrow Gas Pool in Eddy County New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 25 EAST, NMPM SECTION 23: All

(g) Extend the Cerca-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM SECTION 2: SW/4

SECTION 3: S/2

(h) Extend the Eagle Creek-San Andres Pool in Eddy County. New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM

SECTION 15: S/2 S/2

SECTION 21: S/2 NE/4 and SW/4

SECTION 27: S/2 NW/4

SECTION 28: S/2 NE/4 and NW/4

(i) Extend the Grayburg Jackson Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM SECTION 10: S/2 SW/4

(j) Extend the Grayburg-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM

SECTION 21: S/2

SECTION 22: NW/4 NE/4, N/2 SW/4, and SW/4 SW/4

(k) Extend the Justis-Blinebry Pool in Lea County, New Mexico, therein:

CASE 4637: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Luttrell Oil Company and all other interested persons to appear and show cause why the following-described wells in New Mexico should not be plugged and abandoned in accordance with a Commission-approved plugging program:

Luttrell Oil Company State Well No. 1 - Unit M, Section 28, Township 2 South, Range 26 East, De Baca County;

Luttrell Oil Company Corn Well No. 1 - Unit A, Section 5, Township 8 South, Range 24 East, Chaves County.

- CASE 4636: Southeastern nomenclature case calling for an order for the creation and extension of certain pools in Lea, Eddy and Roosevelt Counties, New Mexico.
 - (a) Create a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the West Sand Dunes-Atoka Gas Pool. The discovery well is the El Paso Natural Gas Company Arco State No. 1 located in Unit K of Section 16, Township 23 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM SECTION 16: S/2

(b) Extend the North Allison-San Andres Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM SECTION 18: SE/4 SECTION 19: NE/4

(c) Extend the North Bagley-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM SECTION 9: SE/4

(d) Extend the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM SECTION 19: S/2

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(Case 4636 continued)

- (k) TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM SECTION 12: SE/4
- (1) Extend the North Lynch Yates-Seven Rivers Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 34 EAST, NMPM SECTION 17: SW/4 SECTION 20: NW/4

(m) Extend the Malaga-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM SECTION 24: NW/4 SW/4

(n) Extend the Power Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM SECTION 1: SE/4 NE/4

(o) Extend the Shugart Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM SECTION 23: W/2 SW/4

(p) Extend the Tres Papalotes-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM SECTION 28: SW/4 SECTION 29: S/2

(q) Extend the Weir-Blinebry Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM SECTION 15: SE/4