- CASE 5259: Application of Read & Stevens, Inc. for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for a well proposed to be drilled 660 feet from the South line and 990 feet from the East line of Section 30, Township 20 South, Range 25 East, Eddy County, New Mexico, in exception to the pool rules for the Indian Basin-Morrow Gas Pool or the Cemetary-Morrow Gas Pool, whichever is applicable.
- CASE 5260: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit R & G Drilling Company and all other interested parties to appear and show cause why Order No. DC-1026, which authorized dual completion in the Blanco-Mesaverde and Basin-Dakota Pools, should not be rescinded and the Hammond Well No. 47 located in Unit K, Section 35, Township 27 North, Range 8 West, San Juan County, New Mexico, be recompleted as a single zone well.
- CASE 5261: Application of Amerada Hess Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation through the openhole interval from 11,160 feet to 11,230 feet of its H. C. Posey "A" Well No. 1 located in Unit 0 of Section 11, Township 12 South, Range 32 East, East Caprock-Devonian Pool, Lea County, New Mexico.
- CASE 5262: Application of Petro-Lewis Corporation for pool contraction, creation, and special pool rules, Sandoval County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the Media-Entrada Oil Pool by the deletion of the NW/4 of Section 22, Township 19 North, Range 3 West, Sandoval County, New Mexico, and the creation of a new pool for Entrada production comprising said lands. Applicant further seeks the promulgation of special rules for said pool, including a provision for 160-acre proration units and the establishment of a special depth bracket allowable for said pool of up to 750 barrels per day.
- CASE 5263: Application of Reading & Bates Oil and Gas Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location for a well proposed to be drilled at a point 660 feet from the South and West lines of Section 8, Township 18 South, Range 26 East, Eddy County, New Mexico, the S/2 of said Section 8 to be dedicated to the well.
- CASE 5251: (Continued from the June 5, 1974, Examiner Hearing)

Application of Pierce & Dehlinger for the Amendment of Order No. R-4560, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-4560 to provide for an extension of time in which to comply with the schedule set forth in said order for the drilling and completion of the third well covered by said order, to be located in the NE/4 of Section 24, Township 9 South, Range 33 East, Vada-Pennsylvanian Pool, Lea County, New Mexico.

Dockets Nos. 19-74 and 20-74 are tentatively set for hearing on July 16 and July 24. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 19, 1974

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- CASE 5256: Application of Monsanto Company for directional drilling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to plug back its Arco Federal Well No. 2 located 990 feet from the North line and 2310 feet from the East line of Section 13, Township 21 South, Range 26 East, Burton Flats Field, Eddy County, New Mexico, to a depth of 9314 feet and to set a whipstock and directionally drill said well in such a manner as to bottom it in the Morrow formation within a 50-foot radius of a point 660 feet from the North line and 1980 feet from the East line of said Section 13.
- CASE 5257: Application of Mobil Oil Corporation for an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Federal 12 Com Well No. 1 to be drilled to the Morrow formation at a point 1300 feet from the South line and 660 feet from the East line of Section 12, Township 21 South, Range 26 East, Eddy County, New Mexico, the E/2 of said Section 12 to be dedicated to the well.
- CASE 5258: Application of Texas Pacific Oil Company for two waterflood projects and downhole commingling or dual completions, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its State "A" Act. 1 Well No. 42 located in Unit A of Section 4, Township 23 South, Range 36 East, Lea County, New Mexico, for the purpose of injecting water into the Upper Seven-Rivers formation of the Jalmat Pool and the Lower Seven-Rivers formation of the Langlie-Mattix Pool for the purpose of secondary recovery. Applicant further seeks approval for the downhole commingling in the wellbore of Jalmat and Langlie-Mattix production in the off-setting wells Nos. 44, 45, and 87, located in Units B, H, and G, respectively, of said Section 4; in the alternative applicant seeks approval for the dual completion of the aforesaid three wells to produce oil from said pools through parallel strings of tubing.

CASE 3608: (Reopened)

In the matter of Case No. 3608 being reopened pursuant to the provisions of Order No. R-3282, which order established temporary rules for the Carlsbad Permo-Penn Gas Pool, Eddy County, New Mexico, including a provision for 640-acre spacing. All interested parties may appear and show cause why said pool should not be developed on 320-acre spacing units.

BEFORE THE

OIL CONSERVATION COMMISSION OF NEW MEXICO OIL TO

IN THE MATTER OF THE APPLICATION OF PETRO-LEWIS CORPORATION FOR CREATION OF A POOL AND POOL RULES FOR PRODUCTION FROM AN ENTRADA FORMATION INCLUDING 160 ACRE PRORATION UNITS AND A SPECIAL DEPTH BRACKET ALLOWABLE, SANDOVAL COUNTY, NEW MEXICO

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APPLICATION

COMES NOW Petro-Lewis Corporation, by and through its attorneys KELLAHIN & FOX, and applies to the Oil Conservation Commission of New Mexico for the designation of a new pool for production from the Entrada formation and for adoption of pool rules, including a provision for 160 acre proration units, and a provision for a Special Depth Bracket allowable and in support thereof would show the Commission:

- 1. Applicant is the operator of the Fluid Power Pump #5 well located in the NW/4 of Section 22, Township 19 North, Range 3 West, N.M.P.M., Sandoval County, New Mexico, completed for production from the Entrada formation.
- 2. Applicant seeks the creation of a new pool for production of this subject well from the Entrada formation and proposes to dedicate the NW/4 of Section 22 to said well.
- 3. Present information available indicates that subject well is producing from a separate and distinct source of supply.

DOCKET MAILED

Date - 7. 7.4

- 4. That one well will economically and efficiently drain and develop a proration unit of not less than 160 acres and that a 160 acre allowable be assigned to each 160 acre proration unit.
- 5. That applicant foresees the possibility of drilling more than one well on each proration unit and would request a provision in the order allowing more than one well to be drilled on a proration unit.
- 6. The subject well makes large volumes of water, as the result of an active water drive, and in order to efficiently produce the well, it must be produced at a high rate. At higher rates of production the ratio of water to oil is greatly reduced.
- 7. That subject well is capable of producing in excess of the normal allowable without waste.
- 8. The applicant is the only operator in the proposed pool, and there are no offset operators that would be affected by approval of this application.
- 9. Approval of the application will result in the recovery of oil that would not otherwise be recovered, will prevent waste and protect correlative rights.

WHEREFORE applicant prays that this application be set for hearing before the Commissions duly appointed examiner

and that after notice and hearing as required by law, the Commission enter its order granting the application as requested.

Respectfully submitted,

PETRO-LEWIS CORPORATION

KELLAHIN 8 FOX

P. O. Box 1769 Santa Fe, New Mexico 87501

ATTORNEYS FOR APPLICANT