

Dockets Nos. 13-76 and 14-76 are tentatively set for hearing on April 28 and May 12, 1976. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 14, 1976

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 Richard L. Stamets, Alternate Examiner:

ALLOWABLE: (1) Consideration of the allowable production of gas for May, 1976, from seventeen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

(2) Consideration of the allowable production of gas for May, 1976, from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 5663: Application of Anne Burnett Tandy dba Windfohr Oil Company for 12 unorthodox oil well locations and an administrative procedure, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of 12 oil wells to be drilled to the San Andres formation at the following locations in the Grayburg-Jackson Unit, Township 17 South, Range 30 East, Eddy County, New Mexico:

in Section 13: extreme SE/corner of Units E and O, the extreme SW/corner of Unit N, the extreme NE/corner of Units J and K, and the extreme NW/corner of Units M, N, O, and P;

in Section 14: the extreme SE of Unit H;

in Section 24: the extreme SW/corner of Unit C and extreme NW/corner of Unit D.

Applicant further seeks the establishment of an administrative procedure whereby the above wells could be relocated and other similar unorthodox locations approved without notice and hearing.

CASE 5664: Application of Mesa Petroleum Company for a dual completion, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Nash Unit Well No. 2, located in Unit F of Section 18, Township 23 South, Range 30 East, Eddy County, New Mexico, to produce gas from the Atoka and Morrow formations through parallel strings of tubing.

CASE 5665: Application of Howard Boatwright Company, Inc. for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation through the open-hole interval from 2979 to 3180 feet in its State CS Well No. 1 located in Unit L of Section 17, Township 21 South, Range 27 East, Burton Flats Field, Eddy County, New Mexico.

CASE 5666: Application of Belco Petroleum Corporation for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in and below the Pennsylvanian formation underlying the E/2 of Section 7, Township 22 South, Range 27 East, Eddy County, New Mexico, to be dedicated to a well to be drilled 2410 feet from the North line and 560 feet from the East line of said Section 7. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5667: Application of Belco Petroleum Corporation for approval of an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a Morrow test well to be drilled 660 feet from the North line and 1480 feet from the West line of Section 19, Township 21 South, Range 35 East, Osado-Morrow Gas Pool, Lea County, New Mexico, the N/2 of said Section 19 to be dedicated to the well.

CASE 5443: (Reopened)

In the matter of Case 5443 being reopened pursuant to the provisions of Order No. R-4994, which order established special rules and regulations for the East Lusk-Bone Spring Oil Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing units.

CASE 5446: (Reopened)

In the matter of Case 5446 being reopened pursuant to the provisions of Order No. R-4992, which order established special rules and regulations for the Casey-Strawn Pool, Lea County, New Mexico, including a provision for 80-acre spacing. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 5652: (Continued & Readvertised)

Application of Continental Oil Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Basin-Dakota gas and Otero-Gallup oil production in the wellbores of the following wells on its Northeast Haynes Lease in Township 24 North, Range 5 West, Rio Arriba County, New Mexico:

- No. 1 in Unit L of Section 9
- No. 2 in Unit D of Section 16
- No. 3 in Unit P of Section 16
- No. 4 in Unit E of Section 21
- No. 5 in Unit E of Section 22
- No. 6 in Unit D of Section 15
- No. 7 in Unit L of Section 10
- No. 8 in Unit P of Section 15

CASE 5668: Application of Anadarko Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced water into the Queen formation through the perforated interval from approximately 4553 to 4881 feet in its New Mexico "W" State Well No. 1, located in Unit O of Section 21, Township 18 South, Range 34 East, East E-K Queen Pool, Lea County, New Mexico.

CASE 5669: Southeastern New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Chaves, Eddy, Lea, and Roosevelt Counties, New Mexico.

a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Queen production and designated as the Eidson-Queen Pool. The discovery well is the Hanson Oil Corporation Caldonia Well No. 1, located in Unit N of Section 11, Township 16 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 11: S/2
Section 12: SW/4

b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the McKittrick Hills-Atoka Gas Pool. The discovery well is the Southern Union Production Company Shelby Federal Well No. 1, located in Unit H of Section 13, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM
Section 13: N/2

c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the McKittrick Hills-Strawn Gas Pool. The discovery well is the Southern Union Production Company Shelby Federal Well No. 1, located in Unit H of Section 13, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM
Section 13: N/2

d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production and designated as the McKittrick Hills-Upper Pennsylvanian Gas Pool. The discovery well is the Southern Union Production Company Shelby Federal Well No. 2, located in Unit K of Section 12, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM
Section 12: S/2

e) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Strawn production and designated as the South Newmill-Strawn Gas Pool. The discovery well is the Marathon Oil Company State 27 Well No. 1, located in Unit M of Section 27, Township 4 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 4 SOUTH, RANGE 27 EAST, NMPM
Section 27: W/2

f) CREATE a new pool in Roosevelt County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the South Prairie-Wolfcamp Pool. The discovery well is the SNB Operating Company New Mexico Federal Well No. 1, located in Unit I of Section 20, Township 8 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 36 EAST, NMPM
Section 20: SE/4