

## NEW MEXICO OIL CONSERVATION COMMISSION

## EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date MARCH 3, 1976 TIME: 9:00 A.M.

NAME	REPRESENTING	LOCATION
AR Landwick	ccc	Albuquerque
Geo. W. Smith	Standard Oil Co.	Kearney, NE
SG. Pyrell	Montgomery et al	Santa Fe
Joel M. Carson	Loget Carson P.A.	Artesia
Ray, Pack	Vater Pet	Del Rio
E.R. Manning	El Paso Natural	El Paso
NEIL BECK	EL PASO NATURAL GAS	EL PASO
Paul W. Burchell	El Paso Natural Gas	El Paso
Jack J. Eichenbaum	El Paso	El Paso
RE Bennett	El Paso	Midland, TX
John B. CASTLE	PENROCK OIL CORP	Midland
John C. Ryan	Bennett & Ryan	Midland, TX
Don Houston	Belco Pet.	Houston
Lee Nering	Belco Pet.	Houston
RW KRETZLER	SHELL OIL	MIDLAND TX
J E. Sullivan	" "	" "
JWHU	" "	" "

## NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date MARCH 3, 1976 TIME: 9:00 A.M.

NAME	REPRESENTING	LOCATION
Gary Krieger	Phillips	Odessa
JERRY LONG	USGS	DURANGO
Jack M Campbell	Campbell + Brughman	Santa Fe

BEFORE THE  
NEW MEXICO OIL CONSERVATION COMMISSION  
Santa Fe, New Mexico  
March 3, 1976

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Conserva- ) CASE  
tion Commission on its own motion to ) 5631  
consider the amendment of the Special )  
Pool Rules for the Bisti-Lower Gallup )  
Oil Pool, San Juan County, New Mexico. )

BEFORE: Richard L. Stamets, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the New Mexico Oil	William F. Carr, Esq.
Conservation Commission:	Legal Counsel for the Commission
	State Land Office Building
	Santa Fe, New Mexico

I N D E X

Page

A. R. KENDRICK

Direct Examination by Mr. Carr

3

Cross Examination by Mr. Stamets

5

EXHIBIT INDEX

Page

OCC Exhibit One, Proposed Pool Rule Change

5

MR. STAMETS: We will call next Case 5631, being the matter of the hearing called by the Oil Conservation Commission on its own motion to consider the amendment of the Special Rules for the Bisti-Lower Gallup Oil Pool, San Juan County, New Mexico.

Call for appearances in this case.

MR. CARR: I'm William F. Carr appearing for the Commission and I have one witness to be sworn.

(THEREUPON, the witness was duly sworn.)

A. R. KENDRICK

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

DIRECT EXAMINATION

BY MR. CARR:

Q Please state your name and position for the record?

A. A. R. Kendrick, District Supervisor for the Oil Conservation Commission.

Q Mr. Kendrick, do your duties as District Supervisor include making recommendations to the Commission concerning amendments and Special Pool Rules in Northwest New Mexico?

A. They do.

Q Are you familiar with the subject matter of Case 5631?

**sid morrish reporting service**  
*General Court Reporting Service*  
 825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501  
 Phone (505) 982-9212

1 A. Yes, sir.

2 Q. What does the Commission seek in this case?

3 A. The Commission seeks to make the Pool Rules for the  
 4 Bisti-Lower Gallup Oil Pool compatible with gas well spacing  
 5 in that area. The Bisti-Lower Gallup Oil Pool is essentially  
 6 depleted. To put its requirements for the wells in that pool  
 7 at the present time is to drill an oil well within a hundred  
 8 feet of the center of the forty-acre tract. These footage  
 9 requirements are not compatible gas well spacing and currently  
 10 there are some Dakota wells being drilled in that proximity,  
 11 so to make it more feasible to dual complete a Gallup oil well  
 12 with a Dakota gas well and, therefore, recover the oil, we need  
 13 the Pool Rules changed.

14 Q. Is the proposed change prepared in the form of an  
 15 exhibit?

16 A. Yes, sir.

17 Q. Is that marked Oil Conservation Commission Exhibit  
 18 One?

19 A. Yes, sir.

20 Q. If this rule is amended pursuant to your proposal  
 21 will the spacing of the Bisti-Lower Gallup Oil Pool and the  
 22 Basin-Dakota Gas Pool be compatible for dual completions to  
 23 be drilled in the two pools?

24 A. Yes, sir.

25 Q. Do you have anything further to add to your testimony?

1           A.     No.

2           MR. CARR: At this time, Mr. Examiner, I would offer  
3 Oil Conservation Commission Exhibit One.

4           MR. STAMETS: Exhibit One will be admitted.

5           (THEREUPON, Oil Conservation Commission Exhibit  
6 One was admitted into evidence.)

7  
8                                   CROSS EXAMINATION

9 BY MR. STAMETS:

10          Q.     Mr. Kendrick, what you are looking at here, a  
11 potential for a dual completions and salvage operations in the  
12 Bisti Pool?

13          A.     Yes, salvage recovery for oil where new gas well  
14 completions will be drilled.

15          MR. STAMETS: Are there any other questions of the  
16 witness. He may be excused.

17          (THEREUPON, the witness was excused.)

18          MR. STAMETS: Anything further in this case?  
19 We will take the case under advisement.

20

21

22

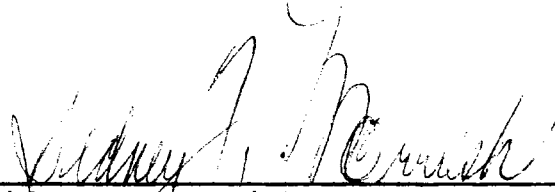
23

24

25

REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a Certified Shorthand Reporter,  
do hereby certify that the foregoing and attached Transcript  
of Hearing before the New Mexico Oil Conservation Commission  
was reported by me, and the same is a true and correct record  
of the said proceedings to the best of my knowledge, skill and  
ability.

  
Sidney F. Morrish, C.S.R.

I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 5631  
heard by me on 3-3-76, 1976

  
Examiner  
New Mexico Oil Conservation Commission