

Dockets Nos. 1-78 and 2-78 are tentatively set for hearing on January 4 and 18, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - DECEMBER 14, 1977

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:

ALLOWABLE: (1) Consideration of the allowable production of gas for January, 1978, from fifteen prorated pools in Lea, Eddy, Chaves, and Roosevelt Counties, New Mexico.

(2) Consideration of the allowable production of gas for January, 1978, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 6101: Application of Gulf Oil Corporation for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for its Nopal Draw Unit Area comprising 1920 acres, more or less, of Federal and Fee lands in Township 21 South, Range 25 East, Eddy County, New Mexico.

CASE 6102: Application of Transocean Oil, Inc., for a unit agreement, Catron County, New Mexico. Applicant, in the above-styled cause, seeks approval for its Quemado Unit Area comprising 33,844 acres, more or less, of Federal, State, and Fee lands in Township 2 North, Ranges 15, 16, and 17 West, Catron County, New Mexico.

CASE 6103: Application of Getty Oil Company for expansion of its Fren Seven-Rivers Waterflood Project and 28 dual completions, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to expand its Fren Seven-Rivers Waterflood Project by injection of water into the Seven-Rivers formation thru 32 wells in its Getty Unit Area, Township 17 South, Range 31 East, Eddy County, New Mexico, 28 of which wells would be dual completions in the Fren Seven-Rivers Pool and the Grayburg-Jackson Pool.

CASE 6104: Application of Betrice Bedingfield for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Seven Rivers formation thru the open-hole interval from 487 feet to 517 feet in her Sunray State Well No. 1 and from 500 feet to 552 feet in her Hastie Well No. 8, located in Unit E of Section 30 and Unit F of Section 18, respectively, both in Township 17 South, Range 28 East, Empire Yates-Seven Rivers Pool, Eddy County, New Mexico.

CASE 6105: Application of Mewbourne Oil Company for creation of an associated gas pool and a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the reclassification of the Querecho Plains-Queen Oil Pool as an associated pool and approval of a 120-acre non-standard gas proration unit comprising the E/2 SE/4 of Section 22 and the NW/4 SW/4 of Section 23, both in Township 18 South, Range 32 East, Lea County, New Mexico, to be dedicated to its Federal "F" Well No. 1 located in Unit L of said Section 23.

CASE 6106: Application of Mesa Petroleum Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp formation underlying the E/2 of Section 31, Township 15 South, Range 36 East, Lea County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. 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 6108: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Bradshaw IY Com Well No. 1 to be located 660 feet from the South and West lines of Section 35, Township 17 South, Range 26 East, Kennedy Farms Field, Eddy County, New Mexico, the S/2 of said Section 35 to be dedicated to the well.

CASE 6109: Application of Yates Petroleum Corporation for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Burton Flat-Morrow and North Burton Flat-Wolfcamp production in the wellbore of its Stonewall EP State Well No. 1 located in Unit F of Section 30, Township 20 South, Range 28 East, Eddy County, New Mexico.

CASE 6110: Application of Yates Petroleum Corporation for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Kennedy Farms-Morrow and Kennedy Farms-Atoka production in the wellbore of its Caffall FD Com Well No. 1 located in Unit O of Section 15, Township 17 South, Range 26 East, Eddy County, New Mexico.

CASE 6111: Application of Manana Gas Inc., for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pictured Cliffs formation underlying the SE/4 of Section 7, Township 30 North, Range 11 West, Aztec-Pictured Cliffs Pool, San Juan County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. 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 6107: In the matter of the application of the Oil Conservation Commission upon its own motion for an order for the creation, extension, and contraction of certain pools in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico.

(a) CREATE a new pool in Roosevelt County, New Mexico, classified as an oil pool for San Andres production and designated as the East Allison-San Andres Pool. The discovery well is Wainoco, Inc., Ingram "28" Federal Well No. 1 located in Unit O of Section 28, Township 8 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM
Section 28: SE/4
Section 33: NE/4

(b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production and designated as the Atoka-Yeso Pool. The discovery well is the Yates Petroleum Corporation Mallard HM Well No. 2 located in Unit K of Section 28, Township 18 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM
Section 28: S/2 and W/2 NW/4

(c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Bone Springs production and designated as the Avalon-Bone Springs Gas Pool. The discovery well is the Coquina Oil Corporation Wagner Federal Well No. 2 located in Unit L of Section 29, Township 20 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 29: SW/4

(d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Northeast Avalon-Atoka Gas Pool. The discovery well is the Gulf Oil Corporation Eddy FT State Well No. 1 located in Unit K of Section 26, Township 20 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 25: W/2
Section 26: S/2

(e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Cisco production and designated as the Box Canyon-Upper Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation El Paso GS Federal Well No. 1 located in Unit J of Section 11, Township 21 South, Range 21 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM
Section 11: S/2
Section 14: E/2

(f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the West Burton Flat-Atoka Gas Pool. The discovery well is the Yates Petroleum Corporation Stonewall DS Federal Well No. 2 located in Unit J of Section 29, Township 20 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM
Section 29: S/2

(g) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Cottonwood Creek-Wolfcamp Gas Pool. The discovery well is the Yates Petroleum Corporation Terry FU Well No. 1 located in Unit F of Section 21, Township 16 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 25 EAST, NMPM
Section 21: N/2