

Case No. 8447

CAMPBELL & BLACK, P.A.
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RECEIVED
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OIL CONSERVATION DIVISION

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December 21, 1984

HAND DELIVERED

Mr. R. L. Stamets, Director
Oil Conservation Division
New Mexico Department of
Energy and Minerals
Post Office Box 2088
Santa Fe, New Mexico 87501

Re: Case 8447: Application of Chama Petroleum Company for an
Order Limiting the Rules Governing the Lea-Pennsylvanian
Gas Pool, Lea County, New Mexico.

Dear Mr. Stamets:

Enclosed in triplicate is the application of Chama Petroleum
Company in the above-referenced case. Chama Petroleum Company
respectfully requests that this matter be included on the docket
for the January 3, 1985 Examiner hearings.

Your attention to this request is appreciated.

Very truly yours,


William F. Carr

WFC/cv
enclosures

cc: (w/enclosures)

Karen Aubrey, Esq.
Mr. Mark Nearburg

BEFORE THE
OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

IN THE MATTER OF THE APPLICATION
OF CHAMA PETROLEUM COMPANY FOR AN
ORDER LIMITING THE RULES GOVERNING
THE LEA-PENNSYLVANIAN GAS POOL, LEA
COUNTY, NEW MEXICO.

Case 8447

APPLICATION

Comes now, CHAMA PETROLEUM COMPANY, by and through its undersigned attorneys, and hereby makes application for an order limiting to the pool boundaries the rules governing the Lea-Pennsylvanian Gas Pool, Lea County, New Mexico, and in support thereof would show the Division:

1. Pursuant to Oil Conservation Division Rule 104 II(a) the spacing for gas pools of Pennsylvanian age or older formations created and defined by the Division prior to June 1, 1964, shall be located on 160-acre spacing or proration units (wells of Pennsylvanian age or older formations created and defined by the Division after June 1, 1964 shall be located on 320-acre spacing or proration units).

2. The Lea-Pennsylvanian Gas Pool was created on November 1, 1961 by Oil Conservation Commission Order R-2101 and is, therefore, to be developed on 160-acre spacing or proration units pursuant to Rule 104 II(a).

3. Applicant proposes to re-enter a gas well located 660 feet from the South and East lines of Section 23, Township 20 South, Range 34 East, in the Lea-Pennsylvanian Gas Pool dedica-

ting the S/2 of said Section 23 to the well, and to re-enter another gas well located 1,650 feet from the North line and 1,980 feet from the West line of Section 25, Township 20 South, Range 34 East, in the Pennsylvanian and Devonian formations, dedicating the W/2 of said Section 25 to the well.

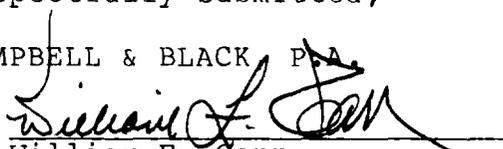
4. Except for the date of pool creation, the rules governing the proposed wells would require that they be located on 320-acre spacing or proration units.

5. Limiting the rules governing the Lea-Pennsylvanian Gas Pool will permit the dedication of the Pennsylvanian and older formations to the subject wells under the statewide 320-acre spacing rules, will not impair the correlative rights of other operators, cause waste or adversely affect existing equities in the area.

WHEREFORE, applicant prays that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on January 3, 1985, and that after notice and hearing as required by law, the Division enter its Order limiting the rules governing the Lea-Pennsylvanian Gas Pool to the existing pool boundaries, and making such other and further provisions as may be proper in the premises.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By 

William F. Carr

Post Office Box 2208
Santa Fe, New Mexico 87501
(505) 988-4421

ATTORNEYS FOR CHAMA PETROLEUM
COMPANY

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January 11, 1985

HAND DELIVERED

Mr. Michael Stogner
Hearing Examiner
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

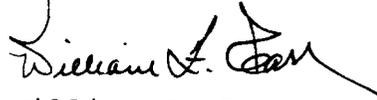
Re: Case 8446: Application of Chama Petroleum Company for
Two Unorthodox Gas Well Locations, Lea County, New Mexico.

Case 8447: Application of Chama Petroleum Company to
Limit the Lea-Pennsylvanian Gas Pool Rules, Lea County,
New Mexico.

Dear Mr. Stogner:

Enclosed for your review are Chama's proposed Orders for
entry in each of the above-referenced cases.

Very truly yours,



William F. Carr

WFC/cv
enclosures

cc: Mr. Mark Nearburg
Ms. Karen Aubrey