

Dockets Nos. 25-84 and 26-84 are tentatively set for July 11 and July 25, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 20, 1984

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Michael E. Stogner, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for July, 1984, from fifteen prorated pools in Lea, Eddy and Chaves Counties, New Mexico.
- (2) Consideration of the allowable production of gas for July, 1984, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 8226: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its South Empire State Com Well No. 1 located in Unit M of Section 24, Township 17 South, Range 28 East, South Empire-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8227: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Gulf-Greer Well No. 1 located in Unit L of Section 21, Township 22 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8228: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Langlie "A" State Well No. 3 located in Unit I of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8229: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Bates-BB&S Well No. 1 located in Unit E of Section 29, Township 25 South, Range 37 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8122: (Continued from April 25, 1984, Examiner Hearing)

Application of Atlantic Richfield Company for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of all Kutz-Gallup Oil and Basin-Dakota Gas production underlying Sections 3 and 10 in Township 27 North, Range 11 West, and Sections 27 through 29, and 32 through 34 in Township 28 North, Range 11 West.

CASE 8230: Application of Rio Petro, Ltd. for a unit agreement, Guadalupe County, New Mexico. Applicant, in the above-styled cause, seeks approval of the T-4 (Enhanced Recovery) Unit Area comprising 1,520.00 acres, more or less, of State and Fee lands in Township 11 North, Range 26 East.

CASE 8161: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the SW/4 SE/4 of Section 13 and the NW/4 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

CASE 8162: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 SE/4 of Section 13, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

CASE 8163: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

- CASE 8231: Application of Amerind Oil Co. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 SW/4 of Section 21, Township 16 South, Range 37 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8232: Application of Amerind Oil Co. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 SW/4 of Section 21, Township 16 South, Range 37 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8233: Application of Tenneco Oil Exploration and Production for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the perforated interval from 4458 feet to 4528 feet in its Coastal "A" State Well No. 2 located 718 feet from the North line and 2029 feet from the East line of Section 9, Township 9 South, Range 33 East.
- CASE 8205: (Continued and Readvertised) (This Case is to be dismissed)
- Application of Cities Service Oil & Gas Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 1500 feet from the North line and 1000 feet from the East line of Section 21, Township 21 South, Range 27 East, Burton Flats-Morrow Gas Pool, the N/2 of said Section 21 to be dedicated to the well.
- CASE 8170: (Continued from May 23, 1984, Examiner Hearing)
- Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to 11,500 feet or the base of the Strawn, whichever is lower, underlying the N/2 SE/4 of Section 20, Township 16 South, Range 37 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8204: (Continued from June 6, 1984, Examiner Hearing)
- Application of Costa Resources, Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Morrow well location 1600 feet from the South line and 560 feet from the East line of Section 2, Township 18 South, Range 28 East, the S/2 of said Section 2 to be dedicated to the well.
- CASE 8234: Application of Anadarko Production Company for salt water disposal and an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Upper Pennsylvanian formation in the perforated interval from 7800 feet to 8040 feet in its Dagger Draw SWD Well No. 1 to be located at an unorthodox location 1495 feet from the North line and 225 feet from the West line of Section 22, Township 19 South, Range 25 East.
- CASE 8211: (Continued from June 6, 1984, Examiner Hearing)
- Application of Penroc Oil Corporation for HARSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Angell Ranch Well No. 1 located in Unit B of Section 33, Township 19 South, Range 28 East, Winchester-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8235: Application of Yates Petroleum Corporation for an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 2310 feet from the North and East lines of Section 27, Township 16 South, Range 37 East, Casey-Strawn Pool, the W/2 NE/4 of said Section 27 to be dedicated to the well.
- CASE 8236: Application of Yates Petroleum Corporation for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 330 feet from the North line and 2600 feet from the East line of Section 32, Township 16 South, Range 31 East, Square Lake Grayburg-San Andres Pool, the NW/4 NE/4 of said Section 32 to be dedicated to the well.

CASE 8237: Application of TXO Production Corp. for compulsory pooling, directional drilling and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Wolfcamp to the base of the Morrow formation underlying the N/2 of Section 30, Township 21 South, Range 27 East, and proposes to directionally drill a well at an unorthodox surface location located 660 feet from the South line and 560 feet from the East line of Section 19, Township 21 South, Range 27 East, with an unorthodox bottomhole location 660 feet from the North line and 660 feet from the East line of Section 30, Township 21 South, Range 27 East, at a vertical depth of 11,700 feet. Applicant also seeks an unorthodox oil well location in the Wolfcamp formation 130 feet from the North line and 623 feet from the East line of said Section 30. 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8238: Application of Robert L. Bayless for surface commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle South Blanco-Pictured Cliffs production from its Jicarilla 363 B Well No. 4 located in Unit C of Section 16 and 5 located in Unit B of Section 26, both in Township 24 North, Range 4 West. Applicant further seeks to meter these wells with the existing facilities at the Jicarilla 363 B Well No. 4.

CASE 8199: (Continued from June 6, 1984, Examiner Hearing)

Application of Earle M. Craig, Jr. Corp. for an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Morrow location 1320 feet from the North and East lines of Section 2, Township 21 South, Range 33 East, Lots 1 through 8 of said Section 2 to be dedicated to the well.

CASE 8195: (Continued from May 23, 1984, Examiner Hearing)

Application of Don Stuckey for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Upper Pennsylvanian formation underlying the SE/4 NW/4 of Section 5, Township 20 South, Range 25 East, 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, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8239: Application of Coastal Oil & Gas Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 990 feet from the South line and 1980 feet from the West line of Section 31, Township 13 South, Range 33 East, Baum-Pennsylvanian Field, the SW/4 of said Section 31 to be dedicated to the well.

CASE 8210: (Continued from June 6, 1984, Examiner Hearing)

Application of Coastal Oil & Gas 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 San Andres formation at a depth of 5100 feet to 5500 feet in the following two wells in Township 14 South, Range 32 East: State "27" Well No. 1 located in Unit H of Section 27 and State "22" Well No. 1 located in Unit I of Section 22. Said State "22" Well No. 1 is currently being used to dispose of produced salt water into the Pennsylvanian formation.