



STATE OF NEW MEXICO  
**ENERGY AND MINERALS DEPARTMENT**  
OIL CONSERVATION DIVISION

TONEY ANAYA  
GOVERNOR

July 27, 1984

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

CERTIFIED - RETURN  
RECEIPT REQUESTED

Jack L. Cayias  
600 W. Main  
Farmington, New Mexico

Re: Charles M Well No. 1,  
located in Unit L of  
Section 1, Township 25  
North, Range 3 West, Rio  
Arriba County  
Plugging Bond

Gentlemen:

Enclosed is a copy of the docket of the Examiner  
Hearing to be held on Wednesday, August 8, 1984, at  
8 o'clock a.m. in the Oil Conservation Division  
Conference Room, State Land Office Building, Santa  
Fe, New Mexico. Case 8290 concerns the above captioned  
subject matter.

Sincerely,

W. PERRY PEARCE  
General Counsel

WPP/fd  
enc.

Docket Nos. 32-84 and 33-84 are tentatively set for August 22 and September 5, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 8, 1984

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

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

CASE 8290: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack L. Cayias, J. R. Abraham and all other interested parties to appear and show cause why the Charles M Well No. 1 located 1850 feet from the South line and 790 feet from the West line of Section 1, Township 25 North, Range 3 West, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 8291: Application of I & W Transportation, Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Kemnitz-Lower Wolfcamp Pool in the perforated interval from 10,694 feet to 11,348 feet in its Sombbrero "MS" State Well No. 2 located in Unit C of Section 27, Township 16 South, Range 33 East.

CASE 8278: (Continued from July 25, 1984, Examiner Hearing)

Application of Mesa Grande Resources, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Gavilan-Mancos Pool to the base of the Dakota producing interval underlying the W/2 of Section 23, Township 25 North, Range 2 West, 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 8292: Application of Pollution Control, Inc. for amendment to Division Order No. R-3725, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-3725 to authorize the expansion of the existing disposal facility in the vicinity of Laguna Gatuna to include the SW/4 SW/4 of Section 17, Township 20 South, Range 32 East.

CASE 8293: Application of Apollo Energy Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bough "C" formation through the open hole completion from 9597 feet to 9615 feet in its Federal A-13 Well No. 1 located in Unit C of Section 13, Township 9 South, Range 35 East.

CASE 8294: Application of Lewis B. Burleson, Inc. for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Harrison Well No. 2 located in Unit N of Section 25, 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 8295: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Undesignated Gallup and Dakota production in the wellbore of its Jicarilla Apache A-118 Well No. 8 located in Unit P of Section 35, Township 26 North, Range 3 West, and all wells subsequently to be drilled on this same lease which includes Sections 25, 26, 35, and 36 of this Township.

CASE 8296: Application of Amoco Production Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval to downhole commingle Mesaverde, Gallup and Dakota production in the wellbore of its Fred Phillips "C" Well No. 3 in Section 15, Township 25 North, Range 3 West, the NW/4 of said Section 15 to be dedicated to the well, and in all wells subsequently to be drilled on these leases which include all of Section 10 and the N/2 of said Section 15, Township 25 North, Range 3 West.

CASE 8276: (Continued and Readvertised)

Application of ARCO Oil & Gas Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinbrey, Drinkard and Wantz-Abo production in the wellbores of its Roy Barton Well No. 2 located in Unit B, its Roy Barton Well No. 3 located in Unit H, and its S. J. Sarkeys Well No. 4 located in Unit P, all in Section 23, Township 21 South, Range 37 East.

CASE 8297: (This case will be dismissed.)

Application of HEC Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 of Section 25, Township 24 South, Range 28 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 8298: Application of Mesa Petroleum Co. for retroactive allowable, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks the assignment of a retroactive gas allowable to its State Com AK Well No. 35 and its State Com AK Well No. 35E located in Section 36, Township 32 North, Range 12 West, Basin-Dakota Pool. Applicant seeks the assignment of the retroactive allowable from the date of first connection in October, 1980 until the date of the first regular allowable in April, 1982.

CASE 8299: (This case will be dismissed.)

Application of Southland Royalty Company for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 201.67-acre non-standard proration unit in Section 12, Township 32 North, Range 8 West, Albino-Pictured Cliffs Pool.

CASE 8275: (Continued from July 25, 1984, Examiner Hearing)

Application of Robert E. Landreth for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow, Atoka, and Strawn formations underlying the N/2 of Section 3, Township 25 South, Range 34 East, to be dedicated to a well to be drilled at an unorthodox location 660 feet from the North and West lines of said Section 3. 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 8300: Application of Morris R. Antweil for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Blinney formation underlying the NE/4 NW/4 of Section 7, Township 20 South, Range 38 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 8301: Application of Morris R. Antweil for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the NW/4 NE/4 of Section 33, Township 19 South, Range 38 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 8212: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for a HARSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Jurnegan State Well No. 1 located in Unit C of Section 8, Township 24 South, Range 25 East, Mosley Canyon-Strawn Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8213: (Continued from July 11, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Marathon State Well No. 1 located in Unit J of Section 11, Township 24 South, Range 24 East, Baldrige Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8214: (Continued from July 25, 1984, Examiner Hearing)

Application of W. A. Moncrief, Jr. for HARSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Baldrige Federal Well No. 2 located in Unit B of Section 14, Township 24 South, Range 24 East, Baldrige Canyon-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8226: (Continued from July 25, 1984, Examiner Hearing)

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.

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Docket No. 31-84

DOCKET: EXAMINER HEARING - WEDNESDAY - AUGUST 15, 1984

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

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

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

CASE 8217: (Continued from July 25, 1984, Examiner Hearing)

Application of Curtis J. Little for HARDSHIP GAS WELL CLASSIFICATION, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Federal Com Well No. 2E located in Unit N of Section 11, Township 28 North, Range 13 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8204: (Continued from July 25, 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 660 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.