

Called in by Bill Carr  
7/16/84

August 8, 1984

**Memo**

*From*

**FLORENE DAVIDSON**

*Staff Specialist*

*To*

Mesa Petroleum Co.

Retroactive Gas Allowable

San Juan County

State Com AK #35

State Com AK #35E

36-32N-12W

Basin - Lakota Pool

from date of first connection  
October, 1980

to date of first regular  
allowable

April, 1982

**Oil Conservation Santa Fe, New Mexico**

CAMPBELL, BYRD & BLACK, P.A.

LAWYERS

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July 26, 1984

HAND DELIVERED

*Case 8298*  
RECEIVED

JUL 26 1984

OIL CONSERVATION DIVISION

Mr. Joe D. Ramey, Director  
Oil Conservation Division  
New Mexico Department of  
Energy and Minerals  
Post Office Box 2088  
Santa Fe, New Mexico 87501

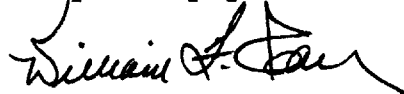
Re: Application of Mesa Petroleum Co. for Assignment of  
Higher Gas Allowables, San Juan County, New Mexico.

Dear Mr. Ramey:

Enclosed in triplicate is the Application of Mesa Petroleum Co. in the above-referenced case. Mesa Petroleum Co. requests that this matter be included on the docket for the Examiner Hearing scheduled for August 8, 1984.

Your attention to this request is appreciated.

Very truly yours,



William F. Carr

WFC/cv  
enclosures

cc: Mr. Steven C. James

BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

RECEIVED  
JUL 26 1984  
OIL CONSERVATION DIVISION

APPLICATION OF MESA PETROLEUM CO.  
FOR ASSIGNMENT OF RETROACTIVE  
HIGHER GAS ALLOWABLES, SAN JUAN  
COUNTY, NEW MEXICO.

Case No. 8298

APPLICATION

COMES NOW MESA PETROLEUM CO., by and through its undersigned Attorneys, and hereby makes application to the New Mexico Oil Conservation Division for retroactive assignment of higher gas allowables to its State Com AK 35 Well and its State Com AK 35E Well, each located in the E/2 of Section 36, Township 32 North, Range 12 West, N.M.P.M., San Juan County, New Mexico from the date of first connection and production of the State Com AK 35E Well in October, 1980 to the present date and in support thereof would show the Division:

1. Mesa operates its State Com AK 35 Well located in Unit B and its State Com AK 35E Well located in Unit P of the E/2 of Section 36, Township 32 North, Range 12 West, N.M.P.M., San Juan County, New Mexico.

2. The State Com AK 35 Well was drilled and completed in the Basin Dakota Pool in 1967 with the E/2 of said Section 36 dedicated thereto.

3. The State Com AK 35E Well was drilled and completed as a Basin Dakota Pool infill well in the E/2 of said Section 36 in 1980 with first deliveries of gas made from the well to El Paso Natural Gas Company in October, 1980.

4. Formal deliverability tests were conducted on the State Com AK 35E Well and were reported to the Division on July 10, 1980, August 2, 1982 and November 15, 1983.

5. Formal deliverability tests were conducted on the State Com AK 35 and were reported to the Division on October 3, 1979 and August 19, 1981, among other times.

6. The State Com AK 35 and State Com AK 35E Wells were assigned an allowable which resulted in them being determined to be so over-produced as to require the State Com AK 35 and the State Com AK 35E Wells to be shut in for up to thirty-eight months.

7. The allowable assigned to the State Com AK 35 and State Com AK 35E Wells should have been higher.

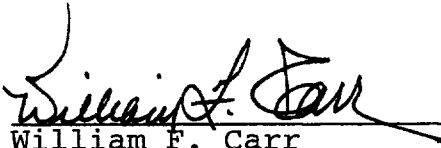
8. That shutting in said wells for this time period will result in undue economic hardship to Mesa Petroleum Co. and will impair its correlative rights.


9. Granting the application will not cause waste and is in the best interest of conservation.

WHEREFORE, Mesa Petroleum Co. requests that this matter be set for hearing on August 8, 1984, before a duly appointed Examiner of the Oil Conservation Division, and that after notice and hearing as required by law, the Division enter its order assigning retroactively higher allowables to the State Com AK 35 and 35E Wells.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

By   
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ATTORNEYS FOR MESA PETROLEUM CO.