

PLEASE NOTE THAT THIS HEARING WILL START AT 8 O'CLOCK A.M.

Docket No. 16-68

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 22, 1968

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

The following cases will be heard before Daniel S. Nutter, Examiner,
or Elvis A. Utz, Alternate Examiner:

CASE 3769: Application of Texas Pacific Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the South Leonard (Queen) Unit Area comprising 640 acres, more or less, of Federal and Fee lands in Township 26 South, Range 37 East, Lea County, New Mexico.

CASE 3770: Application of Texas Pacific Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its South Leonard (Queen) Unit Area by the injection of water into the Queen formation through five wells located in Sections 13, 23, and 24, Township 26 South, Range 37 East, South Leonard-Queen Pool, Lea County, New Mexico.

CASE 3751: (Continued and readvertised from the April 24, 1968, Examiner Hearing):

Application of Pennzoil Company for a dual completion, tubing exception, and a non-standard gas well location or non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Hudson Federal 29 Well No. 1 located 660 feet from the North line and 1980 feet from the East line of Section 29, Township 18 South, Range 33 East, South Corbin Field, Lea County, New Mexico, in such a manner as to produce oil from the Wolfcamp formation through 1.38-inch ID

CASE 3751 CONTINUED FROM PAGE -1-

tubing and gas from the Morrow formation through 2-inch tubing. Applicant also seeks an exception to the tubing requirements of Commission Rule 107 in that said 1.38-inch tubing would be set more than 250 feet above the uppermost Wolfcamp perforation. Applicant further seeks approval for the non-standard location for said well in the South Corbin-Morrow Gas Pool if the E/2 of said Section 29 is dedicated to the well as proposed, or in the alternative, applicant seeks approval for a non-standard gas proration unit for the well comprising the E/2 NW/4 and the NE/4 of said Section 29.

CASE 3771: Application of Pennzoil Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the South Corbin-Wolfcamp Oil Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units.

CASE 3772: Application of George L. Buckles Company for three waterflood projects, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute three waterflood projects by the injection of water into the Queen Sand of the Langlie-Mattix Pool in Township 25 South, Range 37 East, Lea County, New Mexico, as follows:

A waterflood project comprising all of Section 3 and the E/2 NE/4 and NE/4 SE/4 of Section 4, with injection to be through eight wells located in Units A, F, J, L, M, O, & P of Section 3, and Unit H of Section 4;

A waterflood project comprising the S/2 S/2 of Section 10, the W/2 SW/4 of Section 11, the W/2 NW/4 of Section 14, and the NE/4 and NE/4 NW/4 of Section 15, with injection to be through ten wells located in Units M & O of Section 10, Unit M of Section 11, Unit D of Section 14, and Units A, B, C, G, and H of Section 15.

A waterflood project comprising the NE/4 of Section 22, with injection to be through three wells located in Units B, G, and H of Section 22;

Numerous of the above-described water injection wells are proposed to be located at unorthodox locations, often 5 to 15 feet from the corners and/or boundaries of their respective 40-acre tracts.

CASE 3773: Application of Mabee Royalties, Inc., and Yuronka and Chandler, for an amendment to Orders Nos. R-3263 and R-3388, Lea County, New Mexico. Applicants, in the above-styled cause, seek the amendment of Orders Nos. R-3263 and R-3388 to designate Mabee Royalties, Inc., as operators of the S/2 SW/4 and NE/4 SW/4 of Section 7, Township 22 South, Range 38 East, Lea County, New Mexico, rather than John Yuronka and Robert E. Chandler, who were originally designated as operators of said compulsorily pooled lands.

CASE 3774: Application of Ernest A. Hanson for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of his Max Gutman Well No. 5 located in Unit N of Section 19, Township 22 South, Range 38 East, Lea County, New Mexico, in such a manner as to permit the production of Drinkard and East Brunson-Granite Wash oil through parallel strings of tubing.

CASE 3775: Application of Cities Service Oil Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill its State "AE" Well No. 2-Y at an unorthodox location 1420 feet from the South line and 990 feet from the West line of Section 36, Township 16 South, Range 36 East, Lovington-Abo Pool, Lea County, New Mexico. Said well will be bottomed no closer than 1420 feet to the South line nor farther than 990 feet from the West line of said Section 36, and will be drilled as a replacement for applicant's State "AE" Well No. 2 on the same 40-acre tract, which well must be abandoned due to a casing failure.

CASE 3776: Application of J. M. Huber Corporation for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Union-State Unit Area comprising 1360 acres, more or less, of State lands in Township 15 South, Range 32 East, Lea County, New Mexico.

CASE 3701 (Reopened):

In the matter of Case No. 3701 being reopened at the request of Coastal States Gas Producing Company to consider the amendment of the special pool rules for the Baum-Wolfcamp Pool, Lea County, New Mexico, to provide for 160-acre spacing and proration units with the assignment of 80-acre allowables.