

DOCKET: EXAMINER HEARING - WEDNESDAY - JANUARY 8, 1969

9 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 A. L. Porter, Jr., Alternate Examiner:

CASE 4016: Application of American Trading and Production Corporation for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its Southeast Lea Unit Well No. 2 located in Unit L of Section 25, Township 20 South, Range 35 East, Lea County, New Mexico, in such a manner as to permit the production of gas from an undesignated Wolfcamp gas pool and gas from an undesignated Morrow gas pool through parallel strings of tubing.

CASE 3709: (Reopened)

In the matter of Case No. 3709 being reopened pursuant to the provisions of Order No. R-3366, which order established 80-acre spacing units for the Akah Nez-Devonian Oil Pool, San Juan County, New Mexico, for a period of one year. All interested parties may appear and show cause why said pool should not be developed on 40-acre spacing units.

CASE 4017: Application of Corinne Grace for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying Section 8, Township 21 South, Range 24 East, North Indian Hills-Morrow Gas Pool, Eddy County, New Mexico. Said acreage to be dedicated to a well to be drilled in the SE/4 of said Section 8. Also to be considered will be the costs of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.

CASE 4018: Application of Solar Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause seeks approval for the dual completion (conventional) of its Fanning "B" Well No. 1 located in Unit A of Section 33, Township 23 South, Range 37 East, Lea County, New Mexico, to produce oil from the Teague-Blaine and undesignated Drinkard Pools through parallel strings of tubing.

CASE 4019: Application of Sinclair Oil Corporation for salt water injection, Lea County, New Mexico. Applicant, in the above styled cause, seeks authority to inject produced salt water into the Yates formation in the perforated interval from approximately 3860 feet to 4050 feet in its Mescalero Ridge Unit Well No. 2 located in Unit B of Section 28, Township 19 South, Range 34 East, Quail Ridge-Yates Pool, Lea County, New Mexico.

CASE 4020: Application of Burk Royalty Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Yates formation in the perforated interval from 3564 to 3585 feet in its Hanson "C" Well No. 4 located in Unit K of Section 23, Township 20 South, Range 34 East, Lynch Yates-Seven Rivers Pool, Lea County, New Mexico.

CASE 4015: (Continued from December 27, 1968, Examiner Hearing)

Application of Wilson Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Yates-Seven Rivers formations, Wilson Yates-Seven Rivers Pool, Lea County, New Mexico, through the following six wells:

TOWNSHIP 21 SOUTH, RANGE 34 EAST

Wilson State Well No. 9 located in Unit F of Section 13;

Shell State Well No. 13 located in Unit H of Section 13;

Wilson State Well No. 8 located in Unit O of Section 13;

Wilson State Well No. 20 located in Unit B of Section 23;

Wilson State Well No. 21 located in Unit J of Section 23;

TOWNSHIP 21 SOUTH, RANGE 35 EAST

Wilson State Well No. 1-A located in Unit G of Section 7;

Applicant further seeks an administrative procedure whereby other wells in said pool may be approved for disposal purposes without the requirement of notice and hearing.

CASE 4010: (Continued from December 27, 1968, Examiner Hearing)

Application of John H. Trigg for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg-San Andres formations through his Empire "J" Federal Well No. 1 located in Unit P of Section 1, Township 18 South, Range 26 East, Red Lake Grayburg-San Andres Pool, Eddy County, New Mexico.

CASE 4013: (Continued from December 27, 1968, Examiner Hearing)

Application of Redfern Development Corporation and Wil-Mc Oil Corporation for salt water disposal, Lea County, New Mexico. Applicants, in the above-styled cause, seek authority to dispose of produced salt water into the San Andres formation in the interval from approximately 4042 feet to 4179 feet in the Wil-Mc State "K" Well No. 1, located in Unit O of Section 11, Township 10 South, Range 32 East, Mescalero-San Andres Pool, Lea County, New Mexico. (The above perforated interval is in lieu of the originally advertised interval from 4200 feet to 4300 feet.)

DOCKET: EXAMINER HEARING - WEDNESDAY - FEBRUARY 5, 1969

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

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

CASE 4036: Application of Mobil Oil Corporation for a dual completion, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion (conventional) of its C. L. O'Brien Well No. 1 located in Unit A of Section 7 Township 8 South, Range 30 East, Chaves County, New Mexico, to produce oil from an undesignated Pennsylvanian oil pool and the Lightcap (Devonian) Pool through parallel strings of tubing.

CASE 3975 (Reopened):

In the matter of Case No. 3975 being reopened pursuant to the provisions of Order No. R-3618, which order established 80-acre spacing units for the East Bluitt-San Andres Pool, Roosevelt County, New Mexico, for a period of approximately two months. All interested parties may appear and present evidence as to whether the subject area is indeed a separate common source of supply or an extension of the Bluitt-San Andres Gas Pool.

CASE 4010: (Continued from December 27, 1968 and January 8, 1969 Examiner Hearings)

Application of John H. Trigg for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg-San Andres formations through his Empire "J" Federal Well No. 1 located in Unit P of Section 1, Township 18 South, Range 26 East, Red Lake Grayburg-San Andres Pool, Eddy County, New Mexico.

CASE 4037: Application of Anadarko Production Company for several waterflood projects and waterflood buffer zones, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute several waterflood projects by the injection of water into the Grayburg and San Andres formations of the Square Lake Pool by the conversion to water injection of its Etz Federal Well No. 3 and its Grier Well No. 14 located, respectively, in Sections 19 and 20 of Township 16 South, Range 31 East, Eddy County, New Mexico. Applicant further seeks the designation of the S/2 SW/4 of said Section 19, the N/2 SE/4 of said Section 19, and the N/2 SE/4 of said Section 20 as waterflood buffer zones with capacity allowables.

CASE 4038: Application of Kennedy Oil Company for a waterflood project and waterflood buffer zone, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg and San Andres formations of the Square Lake Pool by the conversion to water injection of its Carper Federal Well No. 2 located in Unit K of Section 19, Township 16 South, Range 31 East, Eddy County, New Mexico. Applicant further seeks the designation of the N/2 SW/4 of said Section 19 as a waterflood buffer zone with capacity allowable.

CASE 4039: The application of the Oil Conservation Commission upon its own motion for an order granting an exception to the ninth paragraph of Chapter II, Section 2 of Order No. R-333-F to permit shutting in gas wells for the required shut-in test at some period during the 1969 test season other than immediately following the 7-day deliverability flow test; further to permit measuring the shut-in test pressure during the 8th to 15th day of shut-in of the well rather than on the 8th day as presently required. The above exceptions would be for the 1969 annual deliverability test season only and would be applicable to all wells in San Juan, Rio Arriba, McKinley and Sandoval Counties, New Mexico, subject to the testing requirements of Chapter II of Order No. R-333-F.

CASE 4023: (Continued and readvertised from the January 15, 1969 Regular Hearing)

Application of Ernest A. Hanson for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Queen formation in the perforated interval from approximately 1724 feet to 1736 feet in his Welch Federal Well No. 2 located 1650 feet from the North line and 2310 feet from the West line of Section 22, Township 19 South, Range 28 East, East Millman Queen-Grayburg Pool, Eddy County, New Mexico.

CASE 4040: Application of Cities Service Oil Company for the institution of gas prorationing in the Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks the limitation of gas production from the Buffalo Valley-Pennsylvanian Gas Pool in Chaves County, New Mexico, to reasonable market demand and to the capacity of gas transportation facilities, and that the subject pool be governed by the general rules and regulations for the prorated gas pools of Southeastern New Mexico insofar as said general rules and regulations are not inconsistent with the special rules and regulations governing the subject pool. Further, the applicant proposes that the allowable production from the pool be allocated among the wells in the pool on a 100% surface acreage basis.

Docket No. 4-69

February 5, 1969 Examiner Hearing

CASE 4041: Application of Tamarack Petroleum Company, Inc. for salt water injection, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to inject produced salt water into the Queen formation in the perforated interval from 4955 feet to 5030 feet in its Texaco Moran Well No. 2, located in Unit H of Section 22, Township 19 South, Range 35 East, Pearl Queen Pool, Lea County, New Mexico.

CASE 4042: Application of El Paso Natural Gas Company for an amendment to Order No. R-2948, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-2948, which order established a number of non-standard gas proration units in the Basin-Dakota Gas Pool, Rio Arriba County, New Mexico. Applicant proposes to change the acreage dedication comprising units 12 and 13 of Township 28 North, Range 6 West and Units 16 and 17 of Township 28 North, Range 7 West to comprise the following:

TOWNSHIP 28 NORTH, RANGE 6 WEST

Unit	Acres	Description
12	320	Section 33: N/2
13	330.71	Section 33: S/2

TOWNSHIP 28 NORTH, RANGE 7 WEST

Unit	Acres	Description
16	320	Section 35: N/2
17	332.40	Section 35: S/2

CASE 4017: (Continued from the January 8, 1969 Examiner Hearing)

Application of Corinne Grace for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying Section 8, Township 21 South, Range 24 East, North Indian Hills-Morrow Gas Pool, Eddy County, New Mexico. Said acreage to be dedicated to a well to be drilled in the SE/4 of said Section 8. Also to be considered will be the costs of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well.

CASE 4043: Application of David Fasken for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying Section 8, Township 21 South, Range 24 East, North Indian Hills-Morrow Gas Pool, Eddy County, New Mexico. Said acreage to be dedicated to a well to be drilled 1980 feet from the North line and 2105 feet from the East line of said Section 8. Also to be considered will be the costs of drilling said well, a charge for the risk involved, a provision for the allocation of actual operating costs, and the establishment of charges for supervision of said well. Case No. 4043 will be consolidated for purposes of hearing with Case No. 4017 which is the application of Corinne Grace for compulsory pooling of the same section.

CASE 4044: Application of Continental Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the consolidation of two existing non-standard gas proration units into one 481-acre unit comprising the E/2 and E/2 W/2 of Section 3, Township 20 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to be dedicated to its Reed A-3 Wells Nos. 2 and 3 located in Units H and I, respectively of said Section 3, to be effective as of January 1, 1967. Applicant further seeks authority to produce the allowable assigned to said unit from either of the aforesaid wells in any proportion.

CASE 4045: Application of H & S Oil Company for an amendment to Order No. R-3357, as amended by Order No. R-3357-A, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3357, as amended by Order No. R-3357-A, which order authorized the H & S West Artesia Unit Waterflood Project. Applicant proposes to substitute the Roach Drilling Company-Leonard Well No. 18 located in Unit D of Section 17 as a water injection well in said project in lieu of the Cities Service-Mell Well No. 17 located in Unit M of Section 8, both in Township 18 South, Range 28 East, Artesia Pool, Eddy County, New Mexico.

CASE 4030: (Continued from the January 22, 1969 Examiner Hearing)

Application of Argus Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Seven Rivers formation in the perforated and open-hole interval from approximately 3554 feet to 3775 feet in its J. T. Lynn A-28 Well No. 3 located 2310 feet from the South line and 1650 feet from the East line of Section 28, Township 23 South, Range 36 East, Jalmat Yates-Seven Rivers Pool, Lea County, New Mexico.

CLARENCE E. HINKLE  
W. E. BONDURANT, JR.  
S. B. CHRISTY IV  
LEWIS C. COX, JR.  
PAUL W. EATON, JR.  
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December 27, 1968

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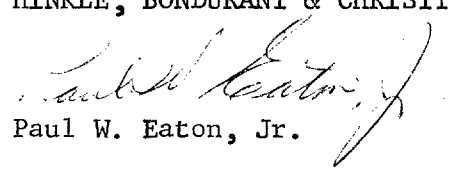
Re: Case No. 4010  
John H. Trigg

Dear Dan:

As Jason Kellihin advised you, weather conditions prevented Mr. Trigg's witness and myself from making the December 27 hearing of the above case. I would appreciate you setting the date for hearing at the next examiner hearing which I understand is January 8.

Yours very truly,

HINKLE, BONDURANT & CHRISTY

  
Paul W. Eaton, Jr.

PWE:jg

cc: Mr. John H. Trigg

DOCKET MAILED

Date 1-23-69



DOCKET: EXAMINER HEARING - FRIDAY - DECEMBER 27, 1968

9 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 4005: Application of Petroleum Corporation of Texas for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Pennsylvanian formation in the perforated interval from 9783 to 9946 feet in its State HFB Well No. 1 located in Unit D of Section 31, Township 12 South, Range 34 East, East Hightower-Upper Pennsylvanian Pool, Lea County, New Mexico.
- CASE 4006: Application of Petroleum Corporation of Texas for a water-flood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the San Andres formation through its Paton Federal Well No. 2 located in Unit N of Section 6, Township 18 South, Range 27 East, Red Lake Pool, Eddy County, New Mexico.
- CASE 4007: Application of Paul DeCleva for a dual completion and salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete his Bagley State Well No. 1 located in the NW/4 NW/4 of Section 34, Township 11 South, Range 33 East, Lea County, New Mexico, in such a manner as to produce oil from the Bagley-Pennsylvanian Pool and to dispose of produced salt water down the annulus between the production casing and the intermediate casing into the San Andres, Glorieta, and possibly other formations in the interval from approximately 3799 feet to 7358 feet.
- CASE 4008: Application of Paul DeCleva for a dual completion and salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete his Shell State Well No. 1 located in the NW/4 NE/4 of Section 19, Township 11 South, Range 34 East, Lea County, New Mexico, in such a manner as to produce oil from the Inbe Permo-Pennsylvanian Pool and to dispose of produced salt water down the annulus between the production casing and the intermediate casing into the San Andres, Glorieta, and possibly other formations in the interval from approximately 3774 feet to 7240 feet.

- CASE 4009: Application of Humble Oil & Refining Company for salt water disposal, Chaves 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 approximately 4273 feet to 4329 feet in its New Mexico "BX" State Well No. 3 located in Unit G of Section 16, Township 8 South, Range 33 East, Chaveroo-San Andres Pool, Chaves County, New Mexico.
- CASE 4010: Application of John H. Trigg for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg-San Andres formations through his Empire "J" Federal Well No. 1 located in Unit P of Section 1, Township 18 South, Range 26 East, Red Lake Grayburg-San Andres Pool, Eddy County, New Mexico.
- CASE 4011: Application of Sam D. Ares for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Yates-Seven Rivers formation in the open-hole interval from approximately 3520 feet to 3639 feet in his Charles Whitten Well No. 5 located in Unit B of Section 4, Township 24 South, Range 36 East, Jalmat Pool, Lea County, New Mexico.
- CASE 4012: Application of Sam D. Ares for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-3602 to authorize the disposal of produced salt water into the Yates-Seven Rivers formations in the open-hole interval from approximately 3363 feet to 3650 feet in his Everett Well No. 4, located in Unit M, Section 35, Township 24 South, Range 36 East, Jalmat Pool, Lea County, New Mexico. The subject disposal well would be in lieu of the Everett Well No. 2, previously authorized for disposal by Order No. R-3602.
- CASE 4013: Application of Redfern Development Corporation and Wil-Mc Oil Corporation for salt water disposal, Lea County, New Mexico. Applicants, in the above-styled cause, seek authority to dispose of produced salt water into the San Andres formation in the interval from approximately 4200 feet to 4300 feet in the Wil-Mc State Well No. 1-K, located in Unit O of Section 11, Township 10 South, Range 32 East, Mescalero-San Andres Pool, Lea County, New Mexico.

CASE 4014: Application of Ralph Lowe for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Lower Devonian formation in the perforated interval from approximately 12,350 feet to 12,455 feet in his "C" Devonian Unit Well No. 1 located in Unit O of Section 16, Township 10 South, Range 36 East, South Crossroads-Devonian Pool, Lea County, New Mexico.

CASE 3991: (Continued and Readvertised)

Application of Roger C. Hanks, Ltd., for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the lower Devonian formation in the open-hole interval from approximately 10,804 feet to 10,885 feet in its Monterey State Well No. 1 located in Unit A of Section 11, Township 10 South, Range 32 East, Mescalero Field, Lea County, New Mexico.

CASE 4015: Application of Wilson Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Yates-Seven Rivers formations, Wilson Yates-Seven Rivers Pool, Lea County, New Mexico, through the following six wells:

TOWNSHIP 21 SOUTH, RANGE 34 EAST

Wilson State Well No. 9 located in Unit F of Section 13;  
Shell State Well No. 13 located in Unit H of Section 13;  
Wilson State Well No. 8 located in Unit O of Section 13;  
Wilson State Well No. 20 located in Unit B of Section 23;  
Wilson State Well No. 21 located in Unit J of Section 23;

TOWNSHIP 21 SOUTH, RANGE 35 EAST

Wilson State Well No. 1-A located in Unit G of Section 7;

Applicant further seeks an administrative procedure whereby other wells in said pool may be approved for disposal purposes without the requirement of notice and hearing.