

DOCKET: EXAMINER HEARING - WEDNESDAY - MARCH 28, 1973

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 4913: (Continued from the February 28, 1973 Examiner Hearing)

Application of Lone Star Industries, Inc. for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests underlying the N/2 of Section 12, Township 30 North, Range 5 West, to be dedicated to a well to be drilled at a standard location to the Basin-Dakota Pool.

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 4919: Application of Mobil Oil Corporation for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 320-acre non-standard gas proration unit comprising the W/2 SW/4 and SE/4 SW/4 of Section 28, and the NW/4 and SW/4 NE/4 of Section 33, all in Township 21 South, Range 37 East, adjacent to the Eumont Gas Pool, Lea County, New Mexico, to be dedicated to its E. O. Carson Well No. 4 located in Unit N of said Section 28.

CASE 4920: Application of Mobil Oil Corporation for down-hole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle marginal production from the Blinebry, Tubb, Drinkard, Paddock, and Wantz-Abo Oil Pools in the well-bore of its Stephens Estate Well No. 1 located in Unit L of Section 24, Township 21 South, Range 37 East, Lea County, New Mexico.

CASE 4921: Application of Sun Oil Company for salt water disposal, Roosevelt 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 4267 feet to 4416 feet in its New Mexico A-3 State Well No. 5 located in Unit D of Section 33, Township 7 South, Range 33 East, Chaveroo-San Andres Pool, Roosevelt County, New Mexico.

CASE 4922: Application of Pennzoil Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill a producing well at an unorthodox location 1330 feet from the North and West lines of Section 20, Township 17 South, Range 33 East, Maljamar Pool, Lea County, New Mexico. Applicant further seeks the adoption of a procedure for administrative approval of additional producing and injection wells at unorthodox locations in its Western State Waterflood Project in Sections 17 and 20, Township 17 South, Range 33 East.

CASE 4923: Application of Continental Oil Company for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 360-acre non-standard gas proration unit comprising Lots 16, 17, and 18 and the SE/4 and E/2 SW/4 of Section 4, Township 21 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to be dedicated to its Meyer B-4 Well No. 4 located in Unit S of said Section 4.

CASE 4924: Application of Texaco 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 Devonian formation in the perforated interval from 7025 feet to 7366 feet in its New Mexico "BZ" State Well No. 1, a triple tubingless completion, located in Unit K of Section 2, Township 25 South, Range 37 East, North Justis-Devonian Pool, Lea County, New Mexico.

CASE 4925: Application of Shenandoah Oil Corporation for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Robinson-Jackson Unit Area comprising 1160 acres, more or less, of Federal lands in Township 17 South, Range 29 East, Eddy County, New Mexico.

CASE 4926: Application of Shenandoah Oil Corporation for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its Robinson-Jackson Unit Area by the injection of water into the Grayburg-San Andres formation through 16 wells in Sections 27, 34, and 35, Township 17 South, Range 29 East, Grayburg-Jackson Pool, Eddy County, New Mexico.

CASE 4927: Application of Union Oil Company of California for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Devonian formation in the perforated interval from 12,000 feet to 12,010 feet in its Federal "D" Well No. 2 located in Unit J of Section 31, Township 9 South, Range 36 East, West Crossroads-Devonian Pool, Lea County, New Mexico.

CASE 4928: Application of Union Oil Company of California 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 all of Section 11, Township 21 South, Range 25 East, Catclaw Draw-Morrow Gas Pool, Eddy County, New Mexico, to be dedicated to the Atlantic Richfield Oil Company Pure-Federal Well No. 11 located in Unit K of said Section 11. Applicant further seeks a provision for the payment of proper costs to be borne by applicant for such well and the related well equipment, a provision for allocation of actual operating costs, and the establishment of charges for supervision of such well and the designation of an operator thereof; and for such other relief as proper. Also to be considered will be the risk involved in drilling the subject well.

CASE 4929: Application of Atlantic Richfield Company for simultaneous well dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the simultaneous dedication of four wells to a standard 640-acre gas proration unit comprising all of Section 36, Township 22 South, Range 36 East, Jalmat Gas Pool, Lea County, New Mexico, said wells being the McDonald State Nos. 3, 4, 5, and 6 located in Units P, M, D, and B, respectively, of said Section 36, with unit production to be taken from said wells in any proportion.

CASE 4930: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a proposed gas well at a point 1650 feet from the North line and 660 feet from the West line of Section 18, Township 18 South, Range 26 East, West Atoka-Morrow Gas Pool, Eddy County, New Mexico.

CASE 4931: Southeastern New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Lea County, New Mexico:

(a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Abo production and designated as the Townsend-Abo Pool. The discovery well is the Remunda Oil and Gas Company Eidson Ranch No. 1 located in Unit E of Section 26, Township 16 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM
Section 26: NW/4

(b) Create a new pool in Lea County, New Mexico, classified as an oil pool for Pennsylvanian production and designated as the Townsend-Pennsylvanian Pool. The discovery well is the R. Williamson and J. Williamson Harrod State No. 1 located in Unit U of Section 4, Township 16 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM
Section 4: SW/4

(c) Extend the vertical limits of the Tubb Gas Pool in Lea County, New Mexico, to include the entire interval from 100 feet above the Tubb marker to the top of the Drinkard formation.

(d) Extend the Crosby Fusselman Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
Section 33: NE/4

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(e) Extend the East E K Queen Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM
Section 28: NW/4

(f) Extend the Humble City-Atoka Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 12: SW/4

(g) Extend the Sawyer-San Andres Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
Section 23: NE/4
Section 24: W/2 NW/4 & SE/4 NW/4

(h) Extend the West Sawyer-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM
Section 34: NE/4