

Dockets Nos. 32-74 and 1-75 are tentatively set for hearing on November 26, 1974, and January 8, 1975. Application for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 13, 1974

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

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- ALLOWABLE:
- (1) Consideration of the allowable production of gas from seventeen prorated pools in Lea, Eddy, Roosevelt, and Chaves Counties, New Mexico, for December, 1974;
 - (2) Consideration of the allowable production of gas from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for December, 1974.

CASE 5081: (Reopened)

In the matter of Case 5081 being reopened pursuant to the provisions of Order No. R-4657, which order established temporary special rules and regulations for the North Shoe Bar-Wolfcamp Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5082: (Reopened)

In the matter of Case No. 5082 being reopened pursuant to the provisions of Order No. R-4658, which order established temporary special pool rules for the North Shoe Bar-Strawn Pool, Lea County, New Mexico, including a provision for 160-acre spacing and proration units. All interested parties may appear and show cause why said pool should not be developed on less than 160-acre spacing and proration units.

CASE 5367: Application of Yates Petroleum Corporation for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to convert its Hornbaker BA Well No. 1, located in Unit G of Section 25, Township 18 South, Range 25 East, Penasco Draw Yeso-San Andres Pool, Eddy County, New Mexico, to dispose of produced salt water into the Yeso and San Andres formations through the perforated intervals from 1400 to 2480 feet. Applicant further seeks an administrative procedure for approval of additional salt water disposal into the Yeso and San Andres formations in the subject pool without notice and hearing.

- CASE 5362: Application of Continental Oil Company for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the promulgation of special pool rules for the Bell Lake-Morrow Gas Pool, Lea County, New Mexico, to provide for 320-acre spacing rather than 160 acres. In the absence of objection, this pool will be placed on the standard 320-acre spacing for Pennsylvanian gas pools rather than the present 160-acre spacing.
- CASE 5363: Application of Union Oil Company of California for a non-standard oil proration unit and unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks, as an exception to the Lovington-Devonian Pool Rules, the formation of a non-standard proration unit comprising the NE/4 SW/4 and NW/4 SE/4 of Section 12, Township 17 South, Range 36 East, Lea County, New Mexico, to be dedicated to applicant's Midway State Unit Well No. 5, proposed to be drilled at an unorthodox location 2310 feet from the South line and 2310 feet from the West line of said Section 12.
- CASE 5364: Application of Morris R. Antweil for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests of Pennsylvanian age or older underlying Lots 1,2,7,8,9,10,15, and 16 of Section 4, Township 21 South, Range 26 East, Undesignated Avalon-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico, to be dedicated to applicant's Western Reserves Federal Well No. 2, to be drilled at a standard location for said unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of the applicant as the operator of the well and a charge for the risk involved in drilling said well.
- CASE 5365: Application of Mesa Petroleum Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in all formations down to and including the Devonian formation underlying the E/2 of Section 34, Township 16 South, Range 37 East, Lea County, New Mexico, or such part thereof as may constitute an approved proration unit for the type of well completed, to be dedicated to a well to be drilled at an unorthodox location for said 320-acre unit. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of the applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 5366: Application of Robert N. Enfield for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Cottonwood Draw Unit Area comprising 3,813.48 acres, more or less, of Federal and fee lands in Township 25 South, Range 27 East, Eddy County, New Mexico.

CASE 5352: (Continued from the October 30th, 1974, Examiner Hearing)

Application of David Fasken for compulsory pooling and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests of Pennsylvanian age or older underlying the S/2 of Section 2, Township 18 South, Range 26 East, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 990 feet from the South line and 1650 feet from the East line of said Section 2. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs, as well as actual operating costs and charges for supervision. Also to be considered is the designation of the applicant as operator of the well and a charge for the risk involved in drilling said well.

CASE 5355: (Continued from the October 30th, 1974, Examiner Hearing)

Application of Tesoro Petroleum Corporation for pool contraction and expansion, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the Lone Pine-Dakota "D" Oil Pool by the deletion of the E/2 NW/4 of Section 8, Township 17 North, Range 8 West, McKinley County, New Mexico, and the expansion of the Hospah-Dakota Oil Pool by the addition of such lands.

CASE 5361: In the matter of the application of the Oil Conservation Commission of New Mexico upon its own motion for an order for the creation of a new pool in Lea County, New Mexico, and the extension of certain existing pools in Chaves, Lea, and Roosevelt Counties, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof to appear and show cause why such creations and extensions should not be made.

(a) Create a new pool in Lea County, New Mexico, classified as an oil pool for Seven Rivers production and designated as the Leaco-Seven Rivers Pool. Further to assign approximately 18,920 barrels of oil discovery allowable to the discovery well, the Viersen and Cochran Laney Well No. 4, located in Unit O of Section 30, Township 18 South, Range 39 East, NMPM. Said well was completed September 9, 1974. The top of the perforations is at 3784 feet. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 39 EAST, NMPM
SECTION 30: SE/4

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for McKee production and designated as the Crosby-McKee Gas Pool. The discovery well is Union Texas Petroleum Corporation, Crosby Deep Well No. 3 located in Unit J of Section 33, Township 25 South, Range 37 East, NMPM. Said pool described as:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM
SECTION 33: All

(c) EXTEND the Burton Flats-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

SECTION 11: E/2

SECTION 14: All

SECTIONS 22 and 23: All

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

SECTION 12: N/2

(d) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM

SECTION 13: S/2

SECTION 24: All

SECTION 25: N/2

SECTION 34: W/2

SECTION 36: E/2

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

SECTION 19: N/2

SECTION 29: W/2

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM

SECTION 1: E/2

SECTION 3: N/2

SECTIONS 13 and 14: All

SECTION 21: E/2

SECTION 22: S/2

SECTIONS 23 and 24: All

SECTIONS 26 and 27: All

SECTION 35: All

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM

SECTION 3: W/2

SECTIONS 4 and 5: All

SECTION 8: W/2

SECTION 17: All

SECTION 19: N/2

SECTION 20: N/2

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

SECTION 2: All

SECTION 3: E/2

SECTION 10: E/2

(e) EXTEND the Crosby-Fusselman Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 37 EAST, NMPM

SECTION 33: S/2

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

TOWNSHIP 9 SOUTH, RANGE 38 EAST, NMPM

SECTION 16: W/2

SECTION 21: NW/4

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

TOWNSHIP 9 SOUTH, RANGE 37 EAST, NMPM

SECTION 23: SE/4

(h) EXTEND the Northwest Todd-San Andres Associated Pool in Roosevelt County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 35 EAST, NMPM

SECTION 16: NW/4

SECTION 17: N/2

(i) EXTEND the Vest Ranch-Queen Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM

SECTION 16: NE/4