Dockets Nos. 2-83 and 3-83 are tentatively set for January 19 and February 2, 1983. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JANUARY 5, 1983

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

The following cases will be heard before Michael E. Stogner, Examiner or Richard L. Stamets, Alternate Examiner:

CASE 7703: (Continued from December 1, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Cortez Corporation, United States Fire Insurance Company and all other interested parties to appear and show cause why the Fair Well No. 1, located in Unit D of Section 24, Township 18 South, Range 26 East, Eddy County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 7747: (Continued from December 1, 1982, Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Jack F. Grimm, N. B. Hunt, George R. Brown & AM-Artic, Ltd., The Travelers Indemnity Company, and all other interested parties to appear and show cause why the Mobil-32 Well No. 1 located in Unit D of Section 32, Township 25 South, Range 1 East, Dona Ana County, should not be plugged and abandoned in accordance with a Division-approved plugging program.

- CASE 7.764: Application of C & E Operators, Inc. for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Farmer-Fruitland and Aztec-Pictured Cliffs production in the wellbore of its Aztec Well No. 8 located in Unit M of Section 8, Township 30 North, Range 11 West.
- <u>CASE 7765</u>: Application of Enserch Exploration for an unorthodox well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox oil well location 660 feet from the South line and 100 feet from the West line of Section 25, Township 7 South, Range 28 East, South Elkins-Fusselman Pool, the SW/4 SW/4 of said Section 25 to be dedicated to the well.
- <u>CASE 7766</u>: Application of Tenneco Oil Company for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Strawn formation in the perforated interval from 11,174 feet to 11,236 feet in their Jones Federal Well No. 1 located in Unit K of Section 23, Township 19 South, Range 31 East, Lusk-Strawn Pool.
 - <u>CASE 7767</u>: Application of Stevens Oil Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down to the base of the Abo formation underlying the SE/4 of Section 20, Township 7 South, Range 26 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
 - <u>CASE 7768</u>: Application of Yates Petroleum Corporation for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 660 feet from the South and West lines of Section 11, Township 14 South, Range 27 East, Morrow formation, the S/2 of said Section 11 to be dedicated to the well.
 - CASE 7769: Application of Yates Petroleum Corporation for an unorthelox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of 'n unorthodox gas well location 1980 feet from the South line and 660 feet from the East line of Section 20 Township 14 South, Range 27 East, Morrow formation, the S/2 of said Section 26 to be dedicated to the well.
 - CASE 7755: (Continued and Readvertised)

Application of Sovereign Oil Co. for directional drilling and unorthodox location, San Juan County, New Mexico Applicant, in the above-styled cause, seeks authority to directionally drill its proposed 32-6 Well No. 1 from a surface location 1730 feet from the North line and 800 feet from the West line of Section 9, Township 32 North, Range 6 West, by kicking off from the vertical at a depth of 1500 feet and drilling in a Northerly direction in such a manner as to penetrate the Pictured Cliffs formation at an unorthodox location within 50 feet of a point 1500 feet from the North line and 800 feet from the West line and to penetrate the Mesaverde formation at an unorthodox location within 200 feet of a point 1300 feet from the North line and 800 feet from the West line, all in said Section 9, dedicating the N/2 of said Section 9 to the well to the Mesaverde and the NW/4 to the Pictured Cliffs. CASE 7758: (Continued from December 16, 1982, Examiner Hearing)

Application of Cabana Oil Corporation for a non-standard proration unit and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of an Abo test well to be drilled 660 feet from the South line and 1320 feet from the West line of Section 32, Township 17 South, Range 39 East, and a 66.87 acre non-standard proration unit comprising the SE/4 SW/4 and Lot 4 of said Section 32 to be dedicated to the well.

- <u>CASE 7770:</u> Application of Hrubetz Oil Company for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox location 1980 feet from the South line and 660 feet from the West line of Section 3, Township 12 South, Range 26 East, Montoya formation, the S/2 of said Section 3 to be dedicated to the well.
- <u>CASE 7771</u>: Application of Harvey E. Yates Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface through the Abo formation underlying the NE/4 of Section 18, Township 9 South, Range 27 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 7749: (Continued from December 1, 1982, Examiner Hearing)

Application of Jack J. Grynberg, dba Jack Grynberg and Associates, for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down through the Abo formation underlying the NE/4 of Section 18, Township 9 South, Range 27 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.