# NEW MEXICO SCHOOL OF MINES STATE BUREAU OF MINES AND MINERAL RESOURCES

E. H. Wells, President and Director

Circular No. 4
THE HOBBS FIELD

a n d

OTHER OIL AND GAS AREAS

LEA COUNTY, NEW MEXICO

(Preliminary Report)

Ву

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### **CONTENTS**

Pa Introduction	ge 2
History	
Geology	4
Geologic structure	11
Land ownership1	12
Production	12
The oil	14
Drilling and production. Methods	15
Future developments	16
Notes on other oil and gas areas in lea county	16
Jal area 1	7
Cooper area	17
Eunice area	17
Empire area	18
Lea area	18
Plate I - Map of southern Lea County, New Mexico	19
Plate II - Hobbs oil field, structure contour map	20
Plate III - Hobbs oil field, production map	21

# THE HOBBS FIELD AND OTHER OIL AND GAS AREAS IN LEA COUNTY, NEW MEXICO

(Preliminary Report)

By

Dean E. Winchester

#### INTRODUCTION

The bringing in of State No. 1 well in Sec. 9, T. 19 S., R. 38 Z. by the Midwest Refining Company in June, 1928, started a drilling campaign which resulted in the development of the Hobbs field. On January 1, 1931, this pool had a rated potential production of 1,081,575 barrels of oil per day with large additional amounts of gas and some oil in upper beds shut oft.

The Hobbs field is located only a few miles from the eastern line of the state (see Plate I) on the great Llano Estacado of New Mexico and Texas. The surface is relatively \*as flat as a floor", there being less than 100 feet difference in the surface elevation of the more than 130 wells so far drilled in an area some 7 miles long and 3 miles wide.

#### **HISTORY**

The commercial development and production of oil in southeastern New Mexico dates back to the opening of the Artesia pool in Eddy County, west of Lea County, in 1924. Little attention was paid to Lea County at that time, probably due largely to the fact that the surface gave little evidence as to deep seated geologic structure. With the development of the large fields in Winkler County, Texas,

A general report on the oil and gas resources and. possibilities of New Mexico by Dean E. Winchester, is in preparation and will be published by the New Mexico Bureau of Mines and Mineral Resources late in 1931.)

to the south, however, eyes were turned to the heretofore uninviting area northward in Lea County, and extensive studies were undertaken to determine whether or not the general north-south trend evident in the Texas fields carried through into New Mexico. The drilling which followed these studies resulted in the discovery in 1927 of 90,000,000 cu. ft. of gas by the Texas Production Company in its No. 1 Rhodes well in the Jai area of Lea County. Considerable scattered wildcatting was commenced farther north.

In addition to studying in detail the rock formations at their outcrop and the meager evidences of geological structure in the area, the Midwest Refining Company, among others, made geophysical surveys with both magnetometer and torsion balance. These investigations furnished evidences of a structural high in the vicinity of the present town of Hobbs, then many miles from the nearest railroad and without highway connections. On October 12, 1927, the Midwest spudded in what was to be the discovery well of the great Hobbs pool. Obviously this well, located near the NE corner Sec. 9, T. 19 S., R. 38 E., was thought to be located at the most favorable place, for at that time the Midwest was essentially the only company interested in prospecting this particular area. In June, 1928, at a depth of 4065 feet, the well showed for 200 barrels of 32.50 Baume oil, having had numerous shows of gas and some oil at higher levels. The well was given a production test and then drilled a little deeper and tested again. By the first of December, 1928, the hole had been carried to 4214 feet, where it tested an average of around 700 barrels of oil per day. At 4245 feet, however, sulpher water was encountered which nearly ruined the well. The well was finally plugged back to 4215 feet. At first it yielded 100 barrels per day, but later the production increased somewhat.

Several other wells were started in the immediate vicinity and on June 10, 1929, before any additional wells were brought in, the Humble Oil and refining Company spudded their No. 1 well on the Bowers permit in Sec. 30, T. 18 S., R. 38 E., more than 3 miles to the northwest of the discovery well. This well, which was located and drilled at the time for apparently no other reason than to satisfy an expiring land agreement, was completed eight months later at a total depth of 4106 feet for the first well in the area of large production. (See maps, Plates II and III) Humble Bowers No. 1 well is reported to have had 12,000,000 cu. ft. of gas at 2820 feet, 438 barrels of oil at 3368 feet, 50,000,000 cu. ft. of gas at 3684 feet, and 9720 barrels of oil at 4108 feet.

A well of this character naturally started an active campaign of development, and over twenty oil companies, most of which are major companies, have taken part in the development of the field. Starting without rail or pipeline connections, the field is now served by the Texas & New Mexico Railroad which connects Covington, Hobbs, Eunice, and :al with Monahans on the Texas-Pacific Railroad to the South in Texas, as well as three 8-inch pipe lines. Out of the plains have grown the adjacent towns of Hobbs and New Hobbs, busy, boom towns which had a population in the summer of 1930 of perhaps 12,000 people. The original cable tool outfits for drilling soon gave way to rotary equipment, and today the field presents an orderly alignment of steel derricks and permanent field camps.

With more than 130 wells completed, showing a rated potential of over 1,000,000 barrels per day, the limits of production for the Hobbs field are as yet established at only a few points by edge or outside wells. The development of so large a potential production together with the lack of pipeline facilities and railroads led the producing companies and officials of the State of New Mexico, which is an important landowner in the field, to adopt a proration agreement in June, 1930, and in July the field began production on a restricted basis. Since that time production has been restricted to about 30,000 barrels of oil per day, which has been the market outlet of the field. Up to January 1, 1931, there had been produced and marketed from the Hobbs pool 6,809,746 barrels. The field is by no means completely drilled, as will be noted by examination of the map, Plate II.

#### **GEOLOGY**

The only rock occurring at the surface in the vicinity of Hobbs is very recent Tertiary "Caliche" which has a thickness of 30 to 50 feet. This formation rests unconformably on Triassic) "Red Beds", sandstone, shale and some limestone, having a thickness of approximately 1500 feet.

The Permian, which underlies the Triassic, is divisible into two parts. The upper part is composed largely of salt above the anhydrite below, while the lower portion of the formation, as far as revealed by the drill, consists primarily of limestone.

The following generalized section of the Permian is taken from logs of wells drilled within the Hobbs field:

<u>Upper Permian</u>	Feet
Anhydrite	100-200
Salt, with some anhydrite, limestone, shale and sandstone Anhydrite, with thin sandstone, lime-	900-1000
stone and shales; several important gas and oil zones.  (approximately)	1200
Lower Permian	
Principally limestone varying in density and porosity; includes the principal productive zone of the field	300+

Logs of two wells in the Hobbs field are given below to show the general character of the formations penetrated by the drills:

# <u>Midwest Refining Company No. 1 State Well</u>

Casing Record:	New Mexico
20" - 255'	Lea County
15*" - 731*'	Midwest Refining Company
12*" - 1517'	No. 1 State
10" - 3055' '	Sec. 9, T. 19 S., R. 38 E.
8 1/4" - 4040'	Elevation: 8800' Commenced:
	10/12/27 Completed:
	4/25/29

Formation	Bottom	Formation	Bottom
Caliche	50	Red Bandy shale	1533
Hard yellow send - water	57	White lime and anhydrite	1546
Water sand	62	Red shale	1560
Light yellow settling sand	80	Anhydrite and Lime	1570
Yellow sand	90	Gray Lime	1580
quick sand.	100	Anhydrite	1625
Sand and gravel	143	Salt and anhydrite	1635
Red Shale and gravel	150	Anhydrite, red shale	
Red shale and gravel, shelly 170		and salt	1660
Red shale	365	Red salt and anhydrite	1750
Light red shale	400	Salt, anhydrite and Lime	1780
Red shale	440	Anhydrite and salt	1875
Streaks of sand & shale	460	Salt, Anhydrite and Lime	2055
Red shale	780	Salt and Lime	2210
Brown shale	790	Salt	2425
Light red shale	850	Blue shale	2450
Brown shale	975	Salt	2460
Light Brown shale	985	Anhydrite	2590
Red shale, lighter in color	990	Red shale	2625
Red shale	1090	Anhydrite	2675
Brown shale	1104	Anhydrite - hole paving	
Red shale	1150	- small show GAS	2700
Light red shale	1185	Red beds - caving	
Brown shale	1230	Gray Limy Shale and	2745
Sandy red shale - water	1010	anhydrite	2800
1235'	1240	Anhydrite - stronger	2025
Red shale	1250	GAS	2835
Reddish gray sand	1260	Anhydrite	2865
Sand and streaks of red shale	1075	Anhydrite. and Lime shells. GAS blew tools	
	1275		0000
Sandy red shale	1280	40' up hole	2880
Red shale	1290	Anhydrite and Lime	0007
Grayish sand Red shale	1300 1310	Shells - more GAS Anhydrite and Lime	2887
	1310	Shells - more GAS	2015
Sandy red shale			2915
Red shale Gray sand	1330 1380	Anhydrite Gray sandy shale and	2920
Sandy shale	1425	anhydrite	2960
Red shale	1520	Lime and anhydrite	2985
ica silaic	1020	Lanc and annyunc	2,00

# Midwest Refining Company No. 1 State W311 (continued)

Formation	Bottom	Formation	Bottom
Lime shells and anhydrite	3023	Softer formation	4076
Anhydrite	3050	Light brown dolomite	4080
Anhydrite and lime shells	3070	Light brown hard dolo-	1000
Hard gray lime shells	3080	mite	4084
Anhydrite and Lime	3140	Dolomite	4100
Anhydrite and Eme Anhydrite	3175	Lime	4111
Anhydrite and lime	3180	Brown lime	4130
Pocket of GAS and show of	0100	Brown lime and sand	4134
OIL	3182	Sandy shale	4140
Limy anhydrite	3200	Gray lime	4158
Lime and anhydrite	3210	Light gray lime	4165
Sandy lime - show GAS & OIL	3222	Porous gray lime	4176
Anhydrite and lime	3235	Brown shale	4195
Brown shale	3243	Brown lime - increase	
Anhydrite and lime	3270	OIL 4203	4207
Anhydrite	3280	Lime T.D.	4245
Brown sandy shale	3295		
Gypsum and anhydrite,	3300		
Anhydrite and dime	3380		
Anhydrite	3415		
Anhydrite and show brown			
shale	3465		
Anhydrite and lime	3490		
Anhydrite	3 5 8 8		
Hard gray lime - show OIL	3590		
Anhydrite and lime shells	3640		
Anhydrite and gray lime	3662		
Hard gray lime - show OIL	3670		
Anhydrite and Lime shells	3697		
Hard gray lime	3708		
Hard <i>gray</i> lime and little anhydrite	3725		
Hard gray lime and dark	3123		
shale			
Hard gray lime and little			
anhydrite			
Blue lime	3860		
Blue and brown lime	3898		
Lime	3929		
Blue and gray lime	3957		
Lime	4010		
Greenish gray sandy lime			
- show OIL increase 4022	4035		
OIL 4035			
Hard limo - more GAS	4050		
Lime - more GAS	4055		
Soft sandy formation -			
More OIL & GAS PAY	4065		

# Humble Oil and Refining Company B. A. Bowers No. 1 Well

Casing Record:	New Mexico
121" - 204'	Lea County
9-5/8" - 2750'	Humble Oil and Refining Co.
6-5/8" - 3952'	B. A. Bowers No. 1
	Cent. NE1/4 SE1/4 Sec. 30, T. 18 S., R. 38 E.
	Elevation: 3652'
	Commenced: 6/10/29
	Completed: 2/6/30
	- ' '

Formation	Bottom	Formation	Bottom
Cellar	20	Red shale, anhydrite,	
Sand rock	55	white lime end gypsum	1485
Sand and caliche	96	Anhydrite and lime	1503
Sand Rock	97	Anhydrite, sandy lime and	
Flint and sand	102	red shale	1513
Broken flint	112	Anhydrite	1552
Sand rook	113	Salt	1553
Shale and lime shells	165	Anhydrite and green shale	
Sand and gravel	200	Salt	1660
Red Rock	204	Red sticky shale and	1581
Red Beds	230	anhydrite	1584
Red shale	440	Anhydrite	1595
Sand and water	460	Salt	1630
Red Shale	480	Red shale	1693
Shale and boulders	540	Red shale and streaks	
Sticky shale	630	anhydrite	1659
Hard sandy shale	731	Hard Gray Lime	1681
Red beds	915	Salt	1690
Hard Sandy shale	994	Potash	1695
Rook	1009	Anhydrite	1721
Red Beds	1100	Red shale and salt	1729 1759
Red beds and sticky hard sand	1123	Anhydrite and Lime Salt - streaks Lime	1759 1790
Red beds and sandy Lime	1143	Anhydrite	1800
Hard reds	1163	Red salt	1812
Hard sandy Lime	1183	Anhydrite	1825
Red beds and streaks	1100	Salt	1870
sandy Lime	1275	Streaks salt, anhydrite	10.0
Red beds and Lime	1335	and lime	1910
Hard sand shells, red		Anhydrite	1920
and sandy	1345	Lime	1930
Sandy lime and red beds	1375	Salt	1955
Sandy grey lima	1416	Red shale and salt	1975
Hard red rock, sandy lime		Salt and anhydrite	2020
and shale	1425	Anhydrite	2030
Hard sandy shale, lime		Salt	2050
shelly and sand	1440	Anhydrite	2064
Lime shells, anhydrite		Salt	2074
and red shale	1450	Anhydrite salt and lime	2095

## Humble Oil and Refining Co. Bowers No. I Well (Continued)

Formation	Bottom	Formation	Bottom
Anhydrite	2105	Anhydrite - breaks 2915	2908
Salt	2110	Anhydrite and Lime	2915
Anhydrite	2116	Anhydrite	2930
Red and white salt	2265	Anhydrite and lime, gypsum	2940
Anhydrite	2300	Hard brcken anhydrite	2973
Red sandy anhydrite		Lime, shale and anhydrite	2988
green sand - GAS 2311'	2315	Lime shale and broken	
Lime anhydrite and sand	2330	anhydrite	3004
Lime shaly anhydrite and		Anhydrite	3024
sand	2345	Sandy shale and streaks	
Broken lime	2415	anhydrite	3045
Sticky shale	2435	Shale and anhydrite	3054
Shale	2439	Lime, shale and anhydrite	3070
Hard lime and streaks		Anhydrite and shale	3121
shale	2470	Gypsum and lime, hard	3127
Anhydrite and broken lime	2515	Gypsum and anhydrite	3138
Anhydrite	2540	Anhydrite	3143
Red Beds	2555	Sand and shale - show GAS	
Anhydrite	2630	3143-49	3147
Broken anhydrite, red	2645	Lime anhydrite, shale	3165
shale	2645	Broken anhydrite	3186
Anhydrite and gypsum	2663	Anhydrite and lime	3201
Gray sand - slight OIL	0670	Hard anhydrite	3222
show	2670	Anhydrite, gypsum, shale	3245
Anhydrite salt and red	0677	Anhydrite	3255
shale	2677	Anhydrite, streaks shale	2005
Anhydrite and red shale	2701	and lime	'3285
Anhydrite	2708	Anhydrite and shale breaks	}
Anhydrite and sandy		Increase OIL and GAS	
shale	2739	3296-3300	3310
Anhydrite	2755	Anhydrite, shale, sand and	
Anhydrite and lime	2761	lime	3339
Anhydrite and red rock	2764	Anhydrite and sandy shale	3359
Anhydrite - GAS	2772	Anhydrite	3384
Anhydrite and lime	2780	Anhydrite and shale	3397
Hard anhydrite	2786	Anhydrite	3402
Anhydrite	2790	Hard Anhydrite	3410
Red shale	2792	Anhydrite, shale and sand	3438
Anhydrite	2801	Hard anhydrite	3452
Lime, anhydrite, red		Anhydrite and broken sand	-
shale. Inorease GAS	0601	shale	3480
2810-20	2621	Anhydrite, sand and shale	3526
Hard anhydrite	2824	Anhydrite and broken sand	-
Lime and anhydrite	2840 2870	shale	3547 3577
Anhydrite Anhydrite and Lime	2870 2894	Anhydrite and sandy shale Anhydrite and streaks	3577
Annyunic and Line	4094	broken sandy shale	3600
		broken sandy snaie	3000

# Humble Oil and Refining Company B. A. Bowers No. 1 Well (continued)

Formation	Bottom
Hard anhydrite	3625
Anhydrite and lime	3630
Lime	3669
Lime and anhydrite	3682
Hard Lime	3688
Bend - 50 M. GAS	3684-873689
Sand and sandy shele	3690
Broken lime and sandy shale	3695
Hard lime	3701
Sandy anhydrite	3703
Cave	3716
Hard anhydrite	3725
Anhydrite	3737
Hard sand - increase GAS	
3737-40	3740
Anhydrite	3743
Hard anhydrite	3747
Anhydrite	3785
Hard anhydrite	3767
Anhydrite	8780
Dime and anhydrite	3793
Lime	3803
Anhydrite - cored 11'	3818
Cored anhydrite	3843
Lime and anhydrite	3854
Anhydrite	3863
Lime - cored 3888-3907	
S.L.M.	3907
Lime cored	3919
Coring	3963
Coring Lime T.D.	4106

#### GEOLOGIC STRUCTURE

The surface beds in the Hobbs field give no indication of the anticlinal structure which exists in the Permian rocks below. Geophysical instruments were used to locate the structural high before drilling took place, but now, with more than 130 wells completed, it is possible to map the subsurface structure with considerable certainty. Some indication of the folding is furnished by the position of the top of the salt in the various wells, but this surface does not reflect accurately the structure below.

The so-called "Brown Lime" which occurs in the anhydrite beds some 300 feet below the salt forms a marker which can be identified in practically all wells, and this bed appears to indicate fairly well the structure below, although not exactly. Without a very careful and complete study of well cuttings this "Brown Lime" is practically the only bed which can be correlated over the field with definiteness. The structure contours shown on Plate II, are drawn on the top of the "Brown Lime".

To date only four wells have been drilled outside of the productive zone, and only one of the producers - Ohio Oil Company, State No. 1, NE corner SE1/4 SW1/4 Sec. 9, T. 19 S.,R. 38E. may be considered an actual edge well. Because of this, the configuration of the structure beyond the border of production is not known except at a very few points.

The structure as shown by the "Brown Lime" is a more or less regular northwestward-trending anticlinal up lift with its high point in Sec. 32, T. 18 S., R. 38 B. (See Plate II) The productive area is widest in the vicinity of the highest part of the structure. Minor irregularities of structure are indicated by the centours on the map. The total amount of closure is still undetermined, although the wells to the north in Sec. 7, T. 18 S., R. 38 E. and to the east in Sec. 35, T. 18 S., R. 38 E., indicates a closure in excess of 300 feet at these points. Wells to the southwest and west have proven less than 200 feet of closure, and drilling in those directions has net even reached the limit of production except in the case of Ohio No. 1 in Sec. 9, T. 19 S., R. 38 E. Present developments to the northeast indicate a nosing in Sec. 28, T. 18 S.,R. 38 E. which may add a oonsiderable area of production to the area already proven, while much is yet to be learned from future drilling along the axial trend to the northwest beyond the producer in Sec. 24, T. 18 S., R. 37 E.

#### LAND OWNERSHIP

Present development in the Hobbs field indicates a probable total productive area of approximately 8300 acres, of which 400 acres is United States Government land, approximately 3050 acres is owned by the State of New Mexico, and approximately 4850 acres is privately owned. Operating leases on these lands are distributed among more than twenty operating companies.

#### **PRODUCTION**

Present production of the Hobbs field is coming from a lime zone consisting of alternating hard and porous beds and having a total thickness of about 200 feet. It is estimated that a total average thickness of only about 50 feet of this zone is actually furnishing the oil produced from the field.

It is conservatively estimated that the present productive zone in the lower Permian will ultimately yield at least 150,000,000 barrels of oil. With proper handling of wells and the exploitation of other known productive horizons this amount of oil may easily be doubled. Enormous quantities of gas are also present in the field and will probably some day be utilized both for supplying commercial markets and for assisting in forcing more oil from the ground. All productive wells flow naturally.

The story of the day-by-day production of Humble Bowers No. 1 well for the period prior to proration is about the only record of practically unrestricted production and this record is, therefore, given below. This record shows practically uniform production during the entire period:

-13-

#### Production of Humble Bowers No. 1 Well

1930			1930	
May 9	7476 ba	arrels	June 1 7442 1	barrels
10	7277	"	2 7638	"
11	7262	"	3 7335	"
12	7271	"	4 7341	"
13	7271	"	5 7438	"
14	7603	"	6 7200	"
15	7558	"	7 7292	"
16	7647		8 7432	"
17	7235	"	9 7490	"
18	7598	"	10 7360	
19	7272		11 7402	
20	7364		12 7329	"
21	7067	"	13 7335	"
22	7374	"	14 7387	"
23	7610	"	15 7345	"
24	7286		16 7428	"
25	7346	"	17 7565	"
26	7425	" "	18 7371	"
27	6979		19 7351	
28	6913	"	20 7318	"
29	7043	"	21 7264	"
30 31	7323 7392	"	22 7278 23 7562	"
31	1392			"
			24 7216 25 7292	"
			26 7185	"
				"
			27 6976	"
			28 7219	"
			29 7289 30 7310	"
			30 7210	

Within the field the size of wells varies greatly, and it is noteworthy that some of the largest wells are located well dawn off the top of the structure. The production map (Plate III) is designed to show by patterns the areas yielding the most prolific wells and to suggest the approximate size of wells that may be expected in the :various parts of the field. The largest area yielding wells having a capacity of over 15,000 barrels per day is located in Sees. 29 and 30, T. 18 8., R. 38 E. rather than in Section 32 on the structural high. This area includes the largest wells so far completed in the Hobbs pool. Two other areas of large production - one in Secs. 33 and 4 just west of the town of Hobbs and the other in Sec. 5, T. 19 S., R. 38 E. - are shown.

The Hobbs pool, on January 1, 1931, had a rated potential production of 1,081,575 barrels of oil par day. Under proration by mutual agreement between the operators and the State of New Mexico the total marketed production of the field at this time was approximately 3 per cent of the rated potential. Inasmuch as the rated potential of the field is based on a very short test of each well, it is practically certain that if the field were allowed to produce to capacity the rated potential would be equalled for only a few days at most. Production from the present wells after a period of several months would perhaps not exceed one-half of the rated potential. Unrestricted production, even if marketable, would quite probably result in the bringing in of water, the drowning of wells and the pocketing of oil. As a result the total amount of oil which the field should produce would be materially decreased and the gas resources of the area would be largely dissipated.

THE OIL

The oil from the present producing zone in the Hobbs pool has a gravity of about 37° Baume. The following analysis was furnished by the U. S. Geological Survey:

#### Analysis of oil sample from Rumble Bowers No. 1 Well

Gravity of Crude	<u>.37</u> 0° API
Centrifuge: B. S., water and mud	<u>0_</u> 45%
Sulphur content	<u>1</u> 57%
Universal Saybolt viscosity at 100	deg. F 45 secs.
DISTILLATION (AIR): First drop	100° F.
	leg. P. 39.4% - 58.2 deg.API
392 deg. F. to	482° F. 12.3% - 36.5 " "
482 deg. F. to	527° F. 8.2% - 31.0 " "
VACUUM DISTILLATION AT 40 M	M: Up to 392 deg. F 1.3%
	392° F. to 482° F7.2%
	482° F. to 527° F 3.3%
	527° F. to 572° F 4.21%
RESDIUM 24.2%	
Base of Crude Asphaltum	

#### DRILLING AND PRODUCTION METHODS

During the early stages of development in the Hobbs pool standard cable drilling equipment was used, but the high gas pressure in zones above the present producing oil zone caused the change to rotary equipment now universally used.

Drilling practices, equipment, costs, etc. in the Hobbs pool are discussed in considerable detail by L. G. E. Bignell in an article entitled "Operating Conditions in the Hobbs Pool" published in the Oil and Gas Journal, July 31, 1930, page 58.

In order to properly handle the relatively high pressures (1200-1400 lbs.) found in the gas zone above the main oil production, it has been found necessary to use exceptionally heavy mud mixtures in drilling the wells. This material cosh about \$55 per ton, approximately 200 tons being required for each well. According to Bignell, the casing practice is to yet about 200 feet of surface pipe (151-inch), cementing its full length as well as the bottom of the cellar; the next string (9 5/8-inch) is set and cemented at about 2750 feet; then at about 4100 feet a string of 7-inch pipe is set and cemented. After the drilling is completed a string of 3-inch tubing is run to within about 15 feet of the bottom of the hole. The following table taken from Bignell's report shows the average cost of drilling a well in the Hobbs pool in its early history. The cost of later wells may have been somewhat less. These figures do not include the cost of permanent equipment such as boilers, rotary equipment, slush pumps, tools camp, etc.

#### Average Cost of Equipment and Drilling Wells, Hobbs Pool

Excavation for pit and cellar\$	600
Concrete for piers and cellar	500
122-foot high steel rotary derrick	2,100
Derrick sills, lumber and galvanized iron	2,000
Derrick erection	800
Hauling, total	3,700
1,500-bbl. tank for fuel oil	1,000
1,500-bbl. tank for water	1,000

7,500-bbls. of fuel oil for drilling\$ 7,500	
Welding around rig at \$5 per hour	
Drilling at \$8 per foot4,200 feet (oil	
and water furnished) 33,600	
Day work coring	
CASING:	
200 feet, 15 1/2-inch, 52-pound700	
3,012 feet, 9 5/8-inch, 40-pound 6,000	
4,200 feet, 6 5/8-inch, 26-pound 6,720	
4,200 feet, 3-inch tubing	
FITTINGS:	
1 control head280	
I Manual operated blowout preventer1,250	
2 Drilling valves, 3,000-pound capacity 665	
1-9 5/8-inch casting head	
Valves for 3-inch tubing400	
Oil acd gns separator	
Line pipe for lease	
Cementing casinglabor \$ 500	
material. 1,000	
1,000 1,000	
Mud admixture average 200 tons at \$55 per	
ton 11,000	
Water system for drilling well	
Total \$89,765	;

#### FUTURE DEVELOPMENTS

Present drilling, as has been said, has not completely outlined the Hobbs pool, and the operating companies are gradually feeling out the edges of the structure with new wells. It seems quite probable that considerable areas of production will be added to the present proven area both to the east and west as well as to the northwest along the axial trend. Within the pool as at present known there are areas where wells will ultimately be drilled and found productive. Complete cooperatin between the various companies Operating within the field has reduced line drilling to a minimum, and development has been carried on in a most orderly manner.

#### NOTES ON OTHER OIL AND GAS AREAS IN LEA COUNTY

Developments to date in Lea County have proven production of oil or gas or both in six distinct areas outside

the Hobbs pool. These are known as the Jal, Cooper, Eunice, Empire, Lea and Maljamar areas. (See Plate I.) The Maljamar area, which is largely in Eddy County, is not discussed in this report.

#### Jal Area

The Jai area is here described as including Tps. 25 and 26 S., Rgs. 36, 37 and 38 E. and is in the extreme southeast corner of the state. Developments to date, which began with the discovery of gas in the Texas Production Company No. 1

Rhodes well in Sec. 22, T. 26 S., R. 37 E., in 1927, have resulted in the completion of 9 gsc wells (up to 90 million cu. ft.), 12 oil wells (maximum 1800 bbls.) and 5 dry holes. Production is found at depths of 3000 to 3400 feet. Although not well outlined, the productive area is large and the gas resources are enormous.

Gas from the Jal area is taken to El Paso, Texas, through the 16-inch gas line of the El Paso Natural Gas Company, and lines under construction will convey it to markets in southwestern New Mexico, southern Arizona and northern Sonora, Mexico

The oil from the Jal area moves southward through the pipe lines of the Humble Pipe Line Company and the Texas Pipe Line Company. The area had produced to January 1, 1931, approximately 1,000,000 barrels of oil.

#### Cooper Area

The Cooper area includes Tps. 23 and 24 S., Rgs. 36, 37 and 38 E. and lies immediately north of the Jai area.

To date this area has 4 oil wells (maximum 1500 bbls.), 4 gas wells (12-50 million cu. ft. per day) and two dry holes.

Most of the production is coming from a depth of around 3900 feet.

#### Eunice Area

The Eunice Area includes Tps. 20 S., Rgs. 37, 38 and 39 E. and Tps. 21 and 22, Rgs. 36; 37 and 38 E. and lies

between the Cooper area on the south and the Hobbs area to the north.

This area now has 3 gas wells (one good for 50 million cu. ft. per day), 5 oil wells (140-500 bbls.) and 3 dry holes.

Production in the Eunice area comes from a depth of 4000-4100 feet. One large gas well was brought in at 3315 feet.

#### Empire Area

Township 21 S., Rgs. 34 E1/2. and 35 E. is designated the Empire area. Drilling so far has produced but one oil well, Empire No. 1 State in Sec. 8 being a pumper (200 bbls.) at 3835 feet. Wells drilled nearby are nonproducers.

#### Lea Area

The Lea area, which at first looked like a possible field of considerable proportions, has proven rather limited in productive area. The name Lea area is applied to T.20 S., Rgs. 33 and 34 E. and T. 21 S., Rgs. 32, 33 and 34 E. Eleven oil wells ranging in initial production from to 2028 bbls. and producing from a depth of around 3800 feet have been drilled within *a* comparatively small area. The field up to January 1, 1931, had produced about 4,600,000 barrels of oil which was marketed through the Texas Company pipeline.

Ten dry holes have been drilled in the Lea area.





