

*Entered August 25, 1971
R.L.P.*

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 4582
Order No. R-4186

APPLICATION OF CONTINENTAL OIL
COMPANY FOR AN UNORTHODOX OIL WELL
LOCATION AND AMENDMENT OF ORDER
NO. R-2940, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 18, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 25th day of August, 1971, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Continental Oil Company, is the operator of the SEMU Waterflood Project, Skaggs-Grayburg Pool, Lea County, New Mexico.

(3) That the applicant seeks authority to drill its SEMU Permian Well No. 91 as a producing oil well at an unorthodox location 2620 feet from the North line and 1300 feet from the West line of Section 19, Township 20 South, Range 38 East, NMPM, Skaggs-Grayburg Pool, Lea County, New Mexico, as an infill well in the SEMU Waterflood Project area.

(4) That the proposed unorthodox location is necessary to provide an efficient oil producing pattern.

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(5) That the applicant also seeks the establishment of an administrative procedure whereby the Secretary-Director of the Commission may authorize additional producing wells at orthodox and unorthodox locations within said SEMU Waterflood Project area as may be necessary to complete an efficient production and injection pattern.

(6) That approval of the requested administrative procedure will afford the applicant the opportunity to produce its just and equitable share of the oil in the Skaggs-Grayburg Pool, provided said wells are drilled no closer than 330 feet to the outer boundary of the Southeast Monument Unit Area nor closer than 10 feet to any quarter-quarter section or subdivision inner boundary.

(7) That the subject waterflood project should continue to be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations insofar as said rules are not inconsistent with this order.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to drill its SEMU Permian Well No. 91, a producing oil well, at an unorthodox location 2620 feet from the North line and 1300 feet from the West line of Section 19, Township 20 South, Range 38 East, NMPM, Skaggs-Grayburg Pool, Lea County, New Mexico, as an infill well in its SEMU Waterflood Project Area.

(2) That the subject waterflood project shall continue to be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations;

PROVIDED HOWEVER, that the Secretary-Director of the Commission may approve such additional producing wells at orthodox and unorthodox locations within the SEMU Waterflood Project area as may be necessary to complete an efficient production and injection pattern; provided said wells are drilled no closer than 330 feet to the outer boundary of the Southeast Monument Unit Area nor closer than 10 feet to any quarter-quarter section or subdivision inner boundary, and provided that the application therefor has been filed in accordance with Rule 701 B of the Commission Rules and Regulations.

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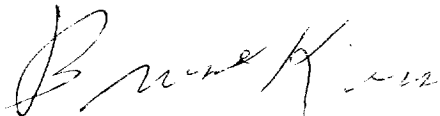
Order No. R-4186

(3) That monthly progress reports of the subject waterflood project shall continue to be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

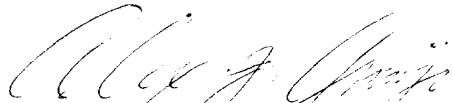
(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

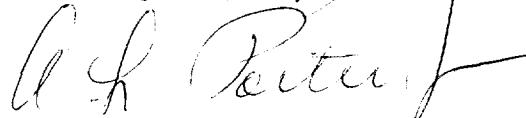
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



BRUCE KING, Chairman



ALEX J. ARMIJO, Member



A. L. PORTER, Jr., Member & Secretary

S E A L

dr/

Entered September 8, 1971
W.F.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 4558
Order No. R-4187

APPLICATION OF MIDWEST OIL
CORPORATION FOR A UNIT AGREEMENT,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 1, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 8th day of September, 1971, the Commission, a quorum being present, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 4558 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Bruce King
BRUCE KING, Chairman

Alex J. Armito
ALEX J. ARMITO, Member

A. L. Porter, Jr.
A. L. PORTER, Jr., Member & Secretary

S E A L

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