

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

In re: The application of Shell Oil Company for permission to drill a well at a location 330 feet from the South line and 125 feet from the West line of the ~~SW $\frac{1}{4}$ NE $\frac{1}{4}$~~ of Section 12, Township 21 South, Range 35 East, Lea County, New Mexico.

Comes now Shell Oil Company, Inc., formerly Shell Petroleum Corporation, and states:

1. That it is the holder of leases issued by the State of New Mexico, covering the ~~NE $\frac{1}{4}$, NW $\frac{1}{4}$~~ and the SW $\frac{1}{4}$ of Section 12, Township 21 South, Range 35 East, Lea County, New Mexico; that the lease covering the SE $\frac{1}{4}$ of said Section 12 is held by one M. D. Bryant and interests therein are held by the Republic Production Company and the Drilling and Exploration Company.

2. That all the minerals in all of said Section 12 are owned by the State of New Mexico, and the entire section is held for the benefit of the common schools of said state, and there is, therefore, no differing royalty interests involved in any of said section.

3. That applicant herein requests permission to drill a well for the production of oil and gas, to be known as Endura "A" No. 3, at a location 330 feet from the South line and 125 feet from the West line of the ~~SW $\frac{1}{4}$ NE $\frac{1}{4}$~~ of said Section 12, Township 21 South, Range 35 East; that said location is sought, for the reason that this applicant desires to attempt to secure production from a narrow belt along the flank of the Eunice structure, and a proposed location at the normal distance -- that is to say 330 feet East from the unit line -- would be outside of this zone of production,¹ according to the best available geological evidence; that attached hereto is a plat showing the structure and surface ownership of the area in question.

5. That said well, if drilled, will not result in waste, and if oil and gas are found therein, will permit the production of oil and gas that otherwise would not be produced.

SHELL OIL COMPANY, INC.,
FORMERLY SHELL PETROLEUM
CORPORATION.

By H. J. Kemler
Its Gen. Mgr. for
West Texas & New Mex.

STATE OF TEXAS,)
County of Midland) ss.

Subscribed and sworn to before me this 26th day of July, 1939.

My Commission Expires: June 1, 1941 : V. H. H. H. H. H. Notary Public.