## 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 SwiNE; 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:

That it is the holder of leases issued by the State of New Mexico, covering the NEL, NWL and the SWL of Section 12, Township 21 South, Range 35 East, Lea County, New Mexico; that the lease covering the SEL 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 SW1NE1 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,<sup>1</sup> according to the best available geological evidence; that attached hereto is a plat showing the structure and surface ownership of the area in question.

That there have heretofore been filed with the 4. Commission, the written consent of the Republic Production Company, of M. D. Bryant and of Drilling and Exploration Company, who, with the State of New Mexico, hold the entire interest in the SE1 of said Section 12.

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

WHEREFORE, applicant prays that the matter of this application be set down for hearing at a date to be fixed by this Commission; that due notice be given thereof, as required by law and the regulations of the Commission; that evidence be heard and that this Commission authorize this applicant to drill on the location above specified; and that it have such other relief as may be appropriate.

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

By H.J. Kemle high for

lookaver. Attorneys for Shell Oil Company, Santa Fe, New Mexico.

STATE OF TEXAS, SS. County of Midland

, being first duly sworn, deposes Gen. Mgr. for West Texas & H. J. Kemler and says that he is the New Mexico Division of Shell Oil Company, Inc.; that he has read the foregoing petition, knows the contents thereof and the matters and things therein stated are true of his own knowledge, except as to those matters stated on information and belief, and as to those, he believes them to be true.

Kenle

Notary Dublic.

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

My Commission Expires: June 1,1941