BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

CASE NO. 158
ORDER NO. 793

THE APPLICATION OF BUFFALO OIL COMPANY FOR ORDER GRANTING PER-MISSION TO DRILL UNORTHODOX LOCATION DESIGNATED AS WELL NO. 20-A ON THAT PORTION OF ITS BAISH "A" LEASE, DESCRIBED AS ALL OF SECTION 21, EXCEPT SASE, TWP. 17 SOUTH, RANGE 32 EAST, N.M.P.M. IN THE MALJAMAR POOL OF LEACOUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on regularly for hearing at 10:00 o'clock a.m., on September 30, 1948, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 4th day of October, 1948, the Commission having before it the testimony adduced at the hearing of said cause and being fully advised in the premises

FINDS:

- 1. That due public notice having been given in compliance with law, the Commission has jurisdiction of the case and the subject matter thereof;
- 2. That the petitioner is the owner of a Federal oil and gas lease designated as Las Cruces Lease No. 029509 (a) covering $N_{\frac{1}{2}}$, $SW_{\frac{1}{4}}$, and $N_{\frac{1}{2}}SE_{\frac{1}{4}}$, Section 21, and $W_{\frac{1}{2}}NW_{\frac{1}{4}}$, Section 22 in Township 17 South, Range 32 East, N. M. P. M. in the Maljamar Pool, Lea County, New Mexico, upon which numerous oil wells have been drilled:
- 3. That the acreage included in said lease is within the area covered by the Maljamar Repressuring Agreement, and Well No. 8-A on said lease was originally completed as an oil well, thereafter converted from a producing to a gas injection or "input" well; and the applicant may not allocate its potential to other wells on the lease:

- 4. That an additional well drilled upon the same 40-acre unit as Well No. 8-A, would, in the case of production, in part recompense The Buffalo Oil Company for loss in converting the No. 8-A well from a producer to a gas injection well.
- 5. That the Federal Supervisor or Oil and Gas Operations is agreeable to the application.

IT IS THEREFORE ORDERED:

- l. That the application of Buffalo Oil Company for an order authorizing an unorthodox well location, to be known as Baish Well No. 20-A and located 25 feet north and 25 feet west of the southeast corner of the SW4NW2 of Section 21 in Township 17 South, Range 32 East, N.M.P.M., be and the same hereby is approved;
- 2. That should production be had in said Baish Well No. 20-A, the same shall not be produced, by itself or in conjunction with any other production on the same 40-acre unit, in excess of the allowable now, or which hereafter may be fixed by the Commission for a unit in the Maljamar Pool;
- 3. That Baish Well No. 8-A shall be and remain an "input" well.

IT IS FURTHER ORDERED that the applicant shall file authentic copies of Federal location notices for the herein authorized unorthodox well with the Commission, after approval thereof by the Federal Supervisor of Oil and Gas Operations.

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

OIL CONSERVATION COMMISSION STATE OF NEW MEXICO

Chairman

Member

Seppetary