



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. 2589  
Order No. R-2282

APPLICATION OF CHACO OIL COMPANY  
FOR AN AMENDMENT OF ORDER NO. R-  
1533, MCKINLEY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 28, 1962, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 17th day of July, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Chaco Oil Company, is the operator of a waterflood project in the Red Mountain Oil Pool, located in Sections 20 and 29, Township 20 North, Range 9 West, NMPM, McKinley County, New Mexico, as authorized by Order No. R-1533, entered in Case No. 1805 on November 23, 1959.
- (3) That the applicant seeks an amendment of said Order No. R-1533 to provide administrative procedures for obtaining approval of unorthodox locations for injection and producing wells in said waterflood project.
- (4) That in addition to said administrative procedure, the applicant requests approval of 8 non-standard locations for wells which may be utilized for either injection or production purposes.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the following-described unorthodox locations are hereby approved for either injection or producing wells:

Well No. I-16, located 945 feet from the South line  
and 2590 feet from the East line of Section 20;  
Well No. I-17, located 442 feet from the South line  
and 2430 feet from the West line of Section 20;  
Well No. I-18, located 90 feet from the North line  
and 2410 feet from the West line of Section 29;  
Well No. I-20, located 1344 feet from the North line  
and 2555 feet from the West line of Section 29;  
Well No. I-21, located 834 feet from the North line  
and 2113 feet from the West line of Section 29;  
Well No. 25, located 80 feet from the South line  
and 2575 feet from the East line of Section 20;  
Well No. 26, located 560 feet from the South line and  
2470 feet from the East line of Section 20; and  
Well No. 27, located 730 feet from the North line  
and 2505 feet from the West line of Section 29;

all in Township 20 North, Range 9 West, NMPM, McKinley County, New Mexico.

(2) That an administrative procedure is hereby established to permit unorthodox locations for injection or producing wells in the Red Mountain Oil Pool upon a showing to the Commission that such unorthodox location will place the injection or producing well in a pattern which will result in a thorough and efficient sweep of the oil by the waterflood project in said pool and that correlative rights will not be violated by the proposed location.

(3) 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 hereinabove designated.

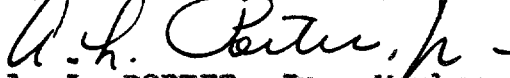
STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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



esr/