

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION COMMISSION

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IN THE MATTER OF THE APPLICATION OF  
WILTON SCOTT FOR THE ESTABLISHMENT  
OF 40-ACRE SPACING, LEA COUNTY,  
NEW MEXICO

OIL CONSERVATION DIVISION

Case

DE novo  
8678

APPLICATION

Comes now, WILTON SCOTT, by and through his undersigned attorneys, and seeks an Order establishing 40-acre spacing in the Northeast Caudill-Wolfcamp Pool, Lea County, New Mexico, and in support thereof states:

1. That by its Order No. R-7983 entered July 12, 1985, the Oil Conservation Division established temporary pool rules for the Northeast Caudill-Wolfcamp Pool including a provision for 80-acre spacing effective June 1, 1985.

2. That upon application of Wilton Scott, Case No. 8678 was heard on July 12, 1985, to vacate and void said Order No. R-7983, and Order No. R-7983-B was entered October 15, 1985, amending said order only to the extent of changing the effective date thereof to July 12, 1985.

3. That on October 31, 1985, Union Texas Petroleum Corporation filed an application for a hearing de novo of said Case No. 8678 seeking the denial in toto of the application of Scott in Case No. 8678, or, in the alternative, granting the application of Union Texas for the creation of a non-standard spacing or proration unit comprising the NW $\frac{1}{4}$  SW $\frac{1}{4}$  of Section 1, Township 15 South,

Range 36 East to be dedicated to its Scott Well No. 1 located thereon.

4. That in the event the aforesaid application for hearing de novo as filed by Union Texas is broadly construed by the Commission to include the application of Wilton Scott in Case No. 8678 in its entirety, i.e., to vacate and void Division Order No. R-7983 and re-establish 40-acre spacing for the northeast Caudill-Wolfcamp Pool, then this application should be considered an application for a hearing de novo.

5. That in the event the application of Union Texas for hearing de novo in Case No. 8678 is construed by the Commission to include consideration only of the effective date of Order No. R-7983 as established by Division Order No. R-7983-B, then this application should be considered as an application to rescind the temporary pool rules and vacate and void Order No. R-7983.

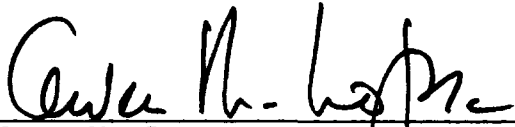
WHEREFORE, William Scott prays that this case be consolidated with his application for a non-standard oil proration unit and unorthodox location in the SW $\frac{1}{4}$  SW $\frac{1}{4}$  of Section 1, Township 15 South, Range 36 East NMPM, and that said cases be heard by the Commission at the same hearing as the applications of Union Texas; further, that the application of Union Texas for the rescission of Order No. R-7983-B be denied, that the Commission enter its order establishing 40-acre spacing for the Northeast Caudill-Wolfcamp Pool and permit said pool to be developed in accordance with the statewide rules, or, in the alternative, approve the

applications of Union Texas and Scott for 40-acre  
non-standard proration units, and the application of Scott  
for an unorthodox location.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD  
& HENSLEY

By



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