Entered June 16, 1960

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. 1980 Order No. R-1693

APPLICATION OF HUDSON AND HUDSON FOR NINE UNORTHODOX OIL WELL LOCATIONS IN THE MALJAMAR POOL, LEA AND EDDY COUNTIES, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 1, 1960, 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 10th day of June, 1960, 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, Hudson and Hudson, is the owner and operator of the Puckett "A" Lease in the Maljamar Pool comprising in part the following described acreage:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM
Section 13: SW/4 SE/4
Section 24: N/2 N/2, SE/4 NW/4, NE/4 SW/4
S/2 NE/4 and NE/4 SE/4

(3) That the applicant proposes to drill nine oil wells at unorthodox locations on the above-described Puckett "A" Lease, with the wells to be located in the 40-acre units hereinafter described and within 100 feet of the indicated corner thereof but not closer than 25 feet to any quarter-quarter section line:

SW corner of Unit O, Section 13 SE corner of Unit D, Section 24 NW corner of Unit C, Section 24 SW corner of Unit B, Section 24 -2-CASE No. 1980 Order No. R-1693

```
NW corner of Unit A, Section 24
SE corner of Unit F, Section 24
NE corner of Unit G, Section 24
NW corner of Unit K, Section 24
NW corner of Unit I, Section 24
```

all in Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

- (3) That inasmuch as the applicant eventually proposes to utilize the above-described wells for purposes of water injection, the casing and cementing program should be such that the wells will be able to adequately withstand any anticipated injection pressures.
- (4) That so long as each 40-acre tract receives only one normal unit allowable for the said Maljamar Pool, notwithstanding the number of wells located thereon, approval of the subject application will neither cause waste nor impair correlative rights since the proposed unorthodox locations will not crowd any offset operator.

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to drill nine unorthodox oil well locations in the Maljamar Pool, Lea and Eddy Counties, New Mexico, with the wells to be located in the 40-acre units hereinafter described and within 100 feet of the indicated corner thereof but not closer than 25 feet to any quarter-quarter section line:

```
SW corner of Unit O, Section 13
SE corner of Unit D, Section 24
NW corner of Unit C, Section 24
SW corner of Unit B, Section 24
NW corner of Unit A, Section 24
SE corner of Unit F, Section 24
NE corner of Unit G, Section 24
NW corner of Unit K, Section 24
NW corner of Unit I, Section 24
```

all in Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

(2) That each of the 40-acre units on which more than one well is located shall be assigned only a normal unit allowable for a 40-acre oil proration unit in the Maljamar Pool which may be produced from the two wells in any proportion.

-3-CASE No. 1980 Order No. R-1693

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL