

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. 497
Order No. R-345

THE APPLICATION OF SKELLY OIL COMPANY
FOR AN ORDER GRANTING PERMISSION TO
DIRECTIONALLY DRILL ITS MEXICO 'T' WELL
NO. 1, SE/4 SE/4 NE/4 SECTION 2, TOWNSHIP 12
SOUTH, RANGE 32 EAST, NMPM, FOR REASONS
OF GEOLOGIC IMPLICATION; SAID WELL BORE
TO BE DEVIATED TO THE NORTHWEST TO AN
APPROXIMATE POSITION EQUIVALENT TO A
SURFACE LOCATION OF 550' FROM THE SOUTH
AND WEST LINES OF THE SE/4 NE/4 OF SAID
SECTION 2 THROUGH METHODS OF CONTROLLED
DIRECTIONAL DRILLING.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on regularly for hearing on March 17, 1953, April 16, 1953, and June 16, 1953, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 16th day of July, 1953, the Commission, a quorum being present, having considered the testimony adduced and exhibits introduced, 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 under the circumstances of the case, authority to whipstock or directionally drill the Applicant's Mexico 'T' Well No. 1, SE/4 SE/4 NE/4 of Section 2, Township 12 South, Range 32 East, NMPM, to bottom in the Devonian formation at a position equivalent to a vertical surface location of approximately 550' from the south and west lines of the SE/4 NE/4 of said Section 2 (2983.48' from south line and 3077.20' from the west line of said Section 2) should be granted as an exception to the limitations of Rule III of the Rules and Regulations of the Commission.

IT IS THEREFORE ORDERED:

-2-

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That the application of Skelly Oil Company to whipstock or directionally drill its Mexico 'T' Well No. 1, in the SE/4 SE/4 NE/4 of Section 2, Township 12 South, Range 32 East, NMPM (East Caprock-Devonian Pool) Lea County, New Mexico, to bottom in the Devonian formation at a position equivalent to a vertical surface location approximating 550' from the south and west lines of the SE/4 NE/4 of Section 2, Township 12 South, Range 32 East, NMPM (2983.48' from the south and 3077.20' from the west lines of said Section 2) be and the same hereby is approved as an exception to Rule 111 of the Rules and Regulations and the special limitations contained therein.

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

R. R. SPURRIER, Secretary

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