Entered June 10, 1970

# 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. 4360 Order No. R-3973

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION TO DIRECTIONALLY DRILL, LEA COUNTY, NEW MEXICO.

# ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 27, 1970, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 10th day of June, 1970, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Pan American Petroleum Corporation, seeks authority to locate its Byers "A" Well No. 30 at a surface location 663 feet from the North line and 1935 feet from the West line of Section 3, Township 19 South, Range 38 East, NMPM, Hobbs (Grayburg-San Andres) Pool, Lea County, New Mexico, and directionally drill said well in a northwesterly direction to a bottom-hole location in said pool approximately 330 feet from the North line and 1650 feet from the West line of said Section 3.
- (3) That there is an existing drilling pad at the proposed surface location.
- (4) That there are buildings at or near a surface location 330 feet from the North line and 1650 feet from the West line of said Section 3.
- (5) That approval of the subject application will permit the applicant to utilize the existing drilling pad, avoid certain

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surface obstructions, will prevent waste, and will not violate correlative rights.

## IT IS THEREFORE ORDERED:

- (1) That the applicant, Pan American Petroleum Corporation, is hereby authorized to locate its Byers "A" Well No. 30 at a surface location 663 feet from the North line and 1935 feet from the West line of Section 3, Township 19 South, Range 38 East, NMPM, Hobbs (Grayburg-San Andres) Pool, Lea County, New Mexico, and to directionally drill said well in a northwesterly direction to a bottom-hole location in said pool 330 feet from the North line and 1650 feet from the West line of said Section 3.
- (2) That subsequent to the above-described directional drilling, a continuous multi-shot directional survey shall be made of the well-bore from total depth to the surface with shot points not more than 100 feet apart; that the operator shall cause the surveying company to forward a copy of the survey report directly to the Santa Fe office of the Commission, Box 2088, Santa Fe, New Mexico, and that the operator shall notify the Commission's Hobbs District Office of the date and time said survey is to be commenced.
- (3) That Form C-105 shall be filed in accordance with Commission Rule 1105 and the operator shall indicate thereon true vertical depths in addition to measured depths.
- (4) 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

DAVID F. CARGO, Chairman

ALEX J. ARMIJO, Member

SEAL

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

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