

*Entered June 4, 1974*  
*A.L.P.*

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. 5237  
Order No. R-4798

APPLICATION OF GENERAL AMERICAN OIL  
COMPANY OF TEXAS FOR SIXTEEN UNORTHOD-  
DOX OIL WELL LOCATIONS AND AN ADMINI-  
STRATIVE PROCEDURE, EDDY COUNTY, NEW  
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 8, 1974,  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 4th day of June, 1974, 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, General American Oil Company of  
Texas, seeks approval for the unorthodox location of sixteen  
oil wells in the Grayburg-Jackson Pool, Eddy County, New Mexico,  
to be drilled at the locations shown on Appendix A to this order.

(3) Applicant further seeks the adoption of an administra-  
tive procedure whereby additional infill wells at unorthodox  
locations on the Keely, Keely "A", Keely "B", Burch "A", Burch  
"B", Burch "C", and Dexter leases in the following described  
area may be approved without the necessity of notice and hearing,  
Grayburg-Jackson Pool, Eddy County, New Mexico:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM  
Section 12: SE/4 SE/4  
Section 13: All  
Sections 23 through 26: All

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM  
Sections 18 and 19: All  
Section 30: All

(4) That the subject unorthodox locations are proposed for the purpose of infill drilling in the Grayburg-Jackson Pool.

(5) That wells drilled at the proposed unorthodox locations will better enable the applicant to recover oil which might not otherwise be recovered from the Grayburg-Jackson Pool, will prevent waste, and will not violate correlative rights.

(6) That an administrative procedure should be established whereby additional wells in unorthodox locations on the leases in the area described in finding (3) above may be approved without the necessity of notice and hearing.

IT IS THEREFORE ORDERED:

(1) That the applicant, General American Oil Company of Texas, is hereby authorized to drill oil wells at sixteen unorthodox locations in the Grayburg-Jackson Pool, Eddy County, New Mexico, as shown on Appendix A to this order.

(2) That the Secretary-Director of the Commission may approve additional unorthodox locations for wells to be drilled on applicant's Keely, Keely "A", Keely "B", Burch "A", Burch "B", Burch "C", and Dexter leases, Grayburg-Jackson Pool, Eddy County, New Mexico, in the following described area:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM  
Section 12: SE/4 SE/4  
Section 13: All  
Section 23 through 26: All

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM  
Sections 18 and 19: All  
Section 30: All

PROVIDED HOWEVER, that applications for administrative approval of unorthodox locations shall be filed in triplicate and shall be accompanied by plats showing the ownership of all leases offsetting the proration or spacing unit for which the unorthodox location is sought, and also all wells completed thereon. All operators of proration or spacing unit offsetting the unit for which the unorthodox location is sought shall be notified of the application by certified or registered mail, and the application shall state that such notification has been given. The Secretary-Director may approve the unorthodox location upon receipt of waivers from all offset operators or if no offset operator has entered an objection to the unorthodox location within 20 days after the Secretary-Director has received the application.

PROVIDED FURTHER, that no unorthodox location shall be administratively approved which is nearer than 330 feet to the outer boundary of the above-described area or nearer than 10 feet

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to any quarter-quarter section line or subdivision inner boundary in said area.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

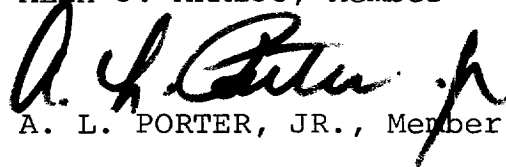
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member



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

S E A L

jr/

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM

Lease	Location Feet From North-South Line	Location Feet From East-West Line	Section
Keely "A"	1295' FSL	1345' FEL	13
Burch "B"	1345' FNL	25' FEL	23
" "	1295' FNL	2615' FEL	23
" "	1295' FNL	1295' FEL	23
" "	1295' FSL	2615' FWL	23
" "C"	1345' FSL	25' FEL	23
" "	2615' FSL	1345' FEL	23
Dexter	1345' FNL	1345' FWL	24
Keely "A"	2615' FSL	25' FWL	24
" "	2615' FSL	1295' FWL	24
" "	2615' FSL	2615' FWL	24
" "	1345' FSL	2615' FEL	24
" "B"	1295' FSL	1345' FWL	24
" "	25' FNL	2615' FEL	24

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Lease	Location Feet From North-South Line	Location Feet From East-West Line	Section
Burch "B"	1295' FNL	2665' FEL	30
" "	25' FNL	2615' FEL	30

Appendix A  
Order No. R-4798