

Entered April 27, 1976  
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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. 5663  
Order No. R-5206

APPLICATION OF ANNE BURNETT TANDY  
dba WINDFOHR OIL COMPANY FOR 12  
UNORTHODOX OIL WELL LOCATIONS AND  
AN ADMINISTRATIVE PROCEDURE, EDDY  
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 14, 1976,  
at Santa Fe, New Mexico, before Examiner, Daniel S. Nutter.

NOW, on this 27th day of April, 1976, 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, Anne Burnett Tandy dba Windfohr  
Oil Company, seeks approval of 12 unorthodox oil well locations  
to be drilled to the San Andres formation at the following  
locations in the Grayburg-Jackson Unit, Township 17 South, Range  
30 East, NMPM, Grayburg-Jackson Pool, Eddy County, New Mexico,  
as follows:

Section 13:

2615 feet from the South line and 1345 feet  
from the East line.

2415 feet from the South line and 2415 feet  
from the West line.

2615 feet from the North line and 1295 feet  
from the West line.

1295 feet from the South line and 1295 feet  
from the East line.

1295 feet from the South line and 2615 feet  
from the East line.

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1295 feet from the South line and 1345 feet from the West line.

1295 feet from the South line and 25 feet from the West line.

200 feet from the South line and 1345 feet from the East line.

25 feet from the South line and 1345 feet from the West line.

Section 14:

2500 feet from the North line and 25 feet from the East line.

Section 24:

25 feet from the North line and 25 feet from the West line.

1120 feet from the North line and 1345 feet from the West line.

(3) That applicant further seeks the establishment of an administrative procedure whereby the above wells could be relocated and other similar unorthodox locations approved without notice and hearing.

(4) That wells at said unorthodox locations will better enable applicant to produce the oil underlying the Grayburg-Jackson Unit Area.

(5) That no offset operator objected to the proposed unorthodox locations.

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That 12 unorthodox oil well locations for the San Andres formation are hereby approved for wells to be located in the Grayburg-Jackson Unit, Township 17 South, Range 30 East, NMPM, Grayburg-Jackson Pool, Eddy County, New Mexico, as follows:

Section 13:

2615 feet from the South line and 1345 feet from the East line.

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2415 feet from the South line and 2415 feet from the West line.

2615 feet from the North line and 1295 feet from the West line.

1295 feet from the South line and 1295 feet from the East line.

1295 feet from the South line and 2615 feet from the East line.

1295 feet from the South line and 1345 feet from the West line.

1295 feet from the South line and 25 feet from the West line.

200 feet from the South line and 1345 feet from the East line.

25 feet from the South line and 1345 feet from the West line.

Section 14:

2500 feet from the North line and 25 feet from the East line.

Section 24:

25 feet from the North line and 25 feet from the West line.

1120 feet from the North line and 1345 feet from the West line.

(2) The Secretary-Director of the Commission is hereby authorized to amend the locations of the hereinabove authorized wells and to approve additional producing wells and injection wells at orthodox and unorthodox locations within the boundaries of the Grayburg-Jackson Unit Area as may be necessary to complete an efficient production and injection pattern, provided said wells are drilled no closer than 330 feet to the outer boundary of said Grayburg-Jackson Unit nor closer than 10 feet to any quarter-quarter section of subdivision inner boundary. To obtain such approval, the project operator shall file proper application with the Commission, which application, if it seeks authorization to convert additional wells to injection or to drill additional production or injection wells shall include the following:

- (A) A plat showing the location of proposed well, all wells within the project area, and offset operators, locating wells which offset the project area.

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- (B) A schematic drawing of any proposed injection well which fully describes the casing, tubing, packer, leak detection equipment, perforated interval, and depth.

The Secretary-Director may grant immediate approval of the proposed well, if in his opinion, the well is necessary to complete an efficient injection and production pattern for the project.

PROVIDED HOWEVER, if the application is for a well closer than 330 feet to the outer boundary of the Grayburg-Jackson Unit, a copy of the application shall be sent to the operator of any proration unit outside of the Grayburg-Jackson Unit which offsets, directly or diagonally, the proration unit upon which such unorthodox location is proposed. The Secretary-Director shall wait 20 days before approving such unorthodox location, and shall do so only in the absence of objection from the offset operator(s). The 20-day waiting period may be dispensed with upon receipt of waiver of objection from the aforesaid operator(s).

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

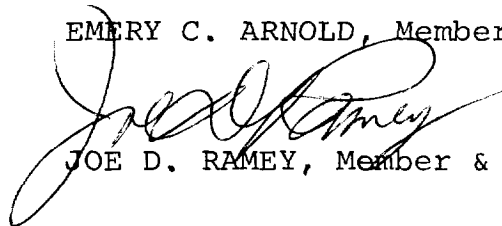
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member



JOE D. RAMEY, Member & Secretary

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