

Entered June 8, 1977
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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. 5938
Order No. R-5450

APPLICATION OF V-F PETROLEUM, INC.,
FOR AN UNORTHODOX OIL WELL LOCATION,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 25, 1977,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 8th day of June, 1977, 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, V-F Petroleum, Inc., seeks approval
of an unorthodox oil well location for its Landreth State Well
No. 1 to be drilled 330 feet from the South line and 1100 feet
from the West line of Section 15, Township 10 South, Range 36
East, NMPM, South Crossroads-Devonian Pool, Lea County, New
Mexico.

(3) That the S/2 SW/4 of said Section 15 is to be dedicated
to the well.

(4) That a well at said unorthodox location will better
enable applicant to produce the oil underlying the proration
unit.

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

(6) That approval of the subject application will afford
the applicant the opportunity to produce its just and equitable

-2-

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Order No. R-5450

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 an unorthodox oil well location for the V-F Petroleum, Inc., Landreth State Well No. 1 is hereby approved, said well to be located at a point 330 feet from the South line and 1100 feet from the West line of Section 15, Township 10 South, Range 36 East, NMPM, South Crossroads-Devonian Pool, Lea County, New Mexico.

(2) That the S/2 SW/4 of said Section 15 shall be dedicated to the above-described well.

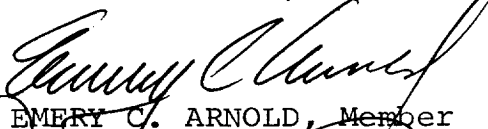
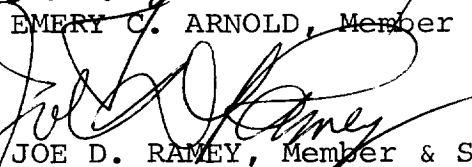
(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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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