

Anadarko
PRODUCTION COMPANY

Two Fifteen West Wall • P. O. Box 2497 • Midland, Texas 79702 • (915) 682-1666

A
Panhandle
Eastern
Company

August 24, 1978

State of New Mexico
Department of Energy and Minerals
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

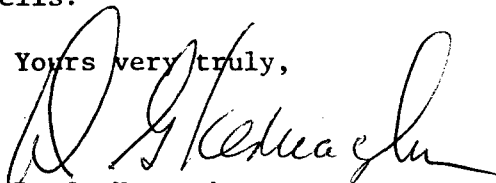
Attention: Division Director

Dear Sir:

Anadarko Production Company requests administrative approval for the drilling of the Ballard Grayburg Jackson Unit Well No. 5-14 at an unorthodox location, 990' ESL and 1310' FEL, Section 8, T-18-S, R-29-E, Eddy County, New Mexico. This waterflood project was authorized by Order Number R-4493 on March 16, 1973. Paragraph 6 of this order provides for administrative approval of unorthodox locations such as this.

The proposed well will be completed as a producing well and will be open in both the Grayburg and Jackson zones. Our proposed completion is shown on the attached diagrammatic sketch. This well will be located further than 330 feet from the unit boundary. A producing well is required in this immediate area in order to produce oil from this waterflood project which is unrecoverable from existing wells.

Yours very truly,



D. G. Kernaghan
Division Production Manager

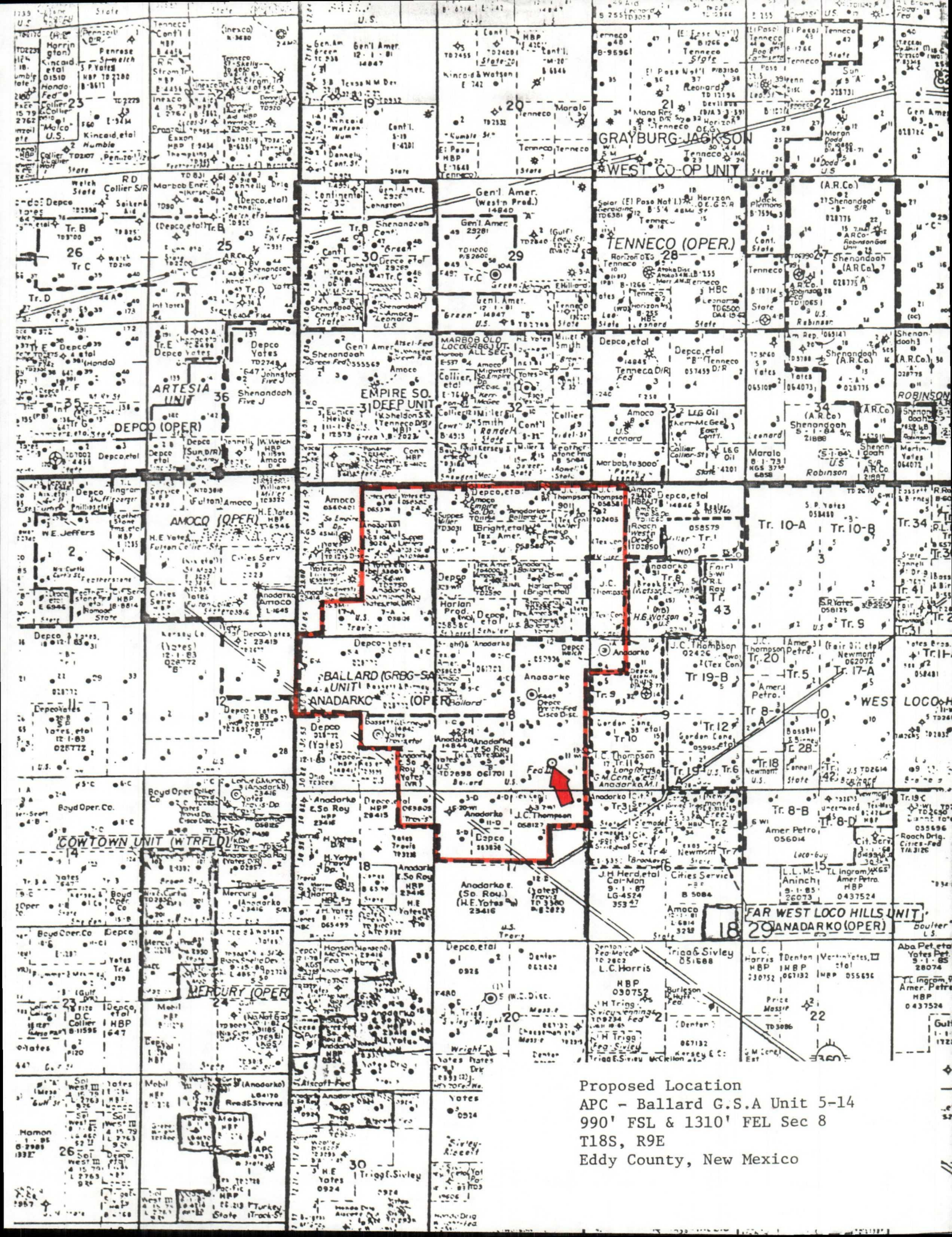
DGK:AC

Attachments

AUG 28 1978

NSL-982
Order 6
Paragraph (6)
Order R-4493
Immediate

Loco Hills
Pool

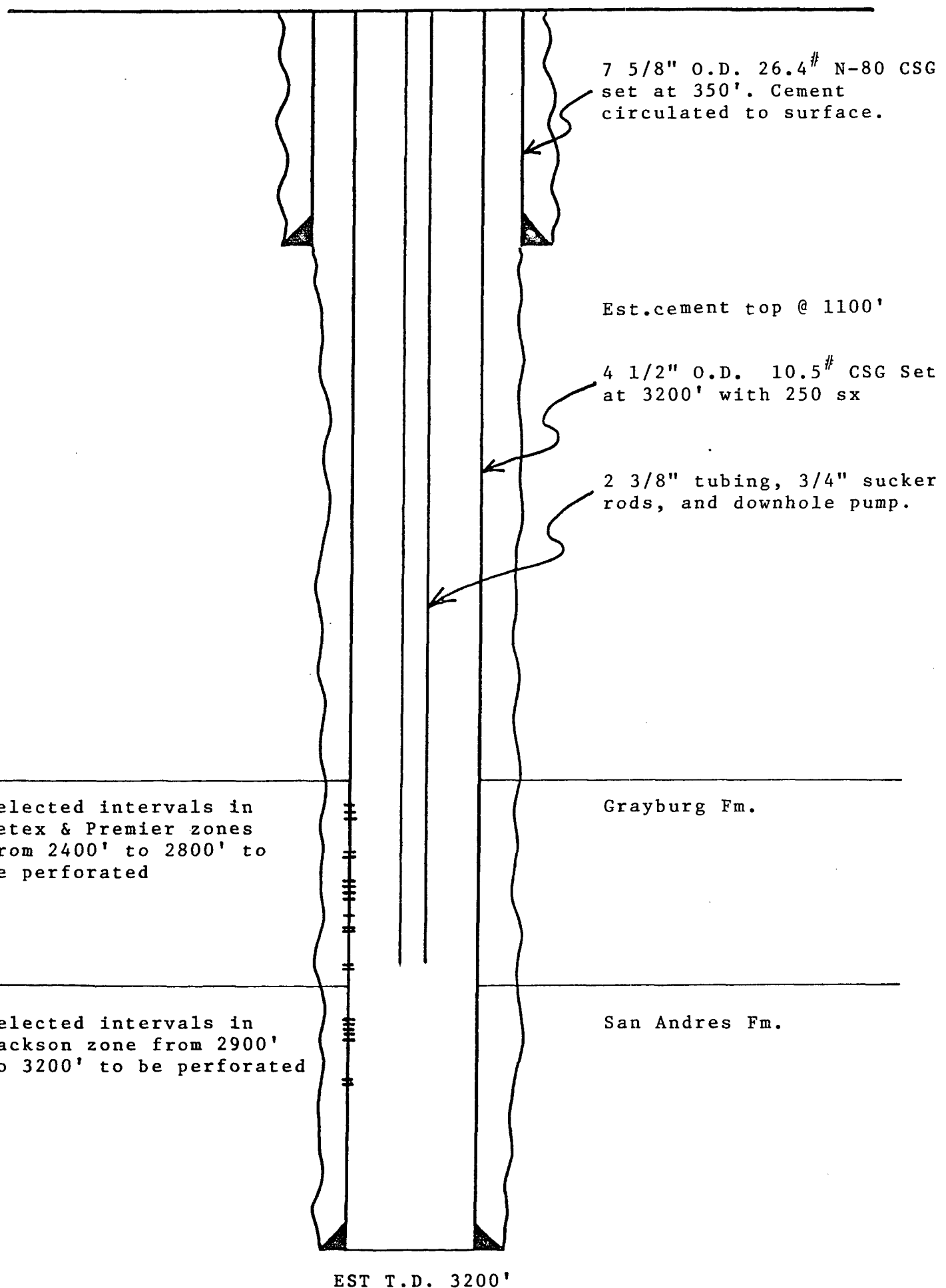


Proposed Location
APC - Ballard G.S.A Unit 5-14
990' FSL & 1310' FEL Sec 8
T18S, R9E
Eddy County, New Mexico

Proposed Completion

Anadarko Production Co. - Ballard G.S.A. Unit 5-14

Loc. 990' FSL & 1310' FEL Sec 8, T18S R29E, Eddy Co., N. Mexico



Grayburg & San Andres zones to be fracture treated separately using packer & B.P. The Grayburg zones will be tested separately. All zones will then be comingled and produced.