

Case No.

216

Application, Transcript,
Small Exhibits, Etc.

April 18, 1950

Oil Conservation Commission
P. O. Box 1545
Hobbs, New Mexico

Gentlemen:

We enclose herewith, copy of transcript of record of Case 216, in connection with the hearing held in Santa Fe, New Mexico, on April 10, 1950.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrier
Secretary-Director

RRS:bw
encl.

April 18, 1950

Oil Conservation Commission
205 Booker Building
Artesia, New Mexico

Gentlemen:

We enclose herewith, copy of transcript of record of Case 216, in connection with the hearing held in Santa Fe, New Mexico, on April 10, 1950.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrier
Secretary-Director

RRS:bw
encl.

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF APPLICATION
OF WILSON OIL COMPANY FOR AN
ORDER GRANTING IT PERMISSION
TO DRILL AN UNORTHODOX LOCA-
TION ON ITS STATE B 6807
LEASE LOCATED IN THE SW/4 NW/4
OF SECTION 13, TOWNSHIP 21
SOUTH, RANGE 34 EAST, N.M.P.M.,
IN THE WILSON POOL OF LEA
COUNTY, NEW MEXICO.

::
::
:: NO. _____
::

APPLICATION

Wilson Oil Company, Applicant herein, in
connection herewith, respectfully shows to the Oil
Conservation Commission:

1. Applicant is owner and holder of the
State Oil and Gas Lease No. B 6807, de-
scribed as S/2 NW/4, SW/4, W/2 SE/4, and
SE/4 SE/4 of Section Thirteen (13),
Township Twenty-one (21) South, Range
Thirty-four (34) East, N.M.P.M., in Lea
County, New Mexico.
2. That all wells are producing from the Wilson
Pay of the lower Yates and upper Seven
Rivers formations, encountered at approxi-
mately 3775 feet.
3. That Applicant, on the basis of geological
and engineering information, is of the
opinion and belief that the present pro-
ducing offset wells, designated as wells No.
9 and 14, will not recover oil from the
forty acre unit, SW/4 NW/4 of Section 13,
Township 21 South, Range 34 East. State

No. 11 was drilled in the center of the above described unit to a total depth of 3860 feet and completed as a dry hole. It is the belief of the Applicant that a second well on the unit would be in the interest of conservation, prevent waste, and would enable the Applicant to recover substantial quantities of oil which would not otherwise be produced if such location is not drilled.

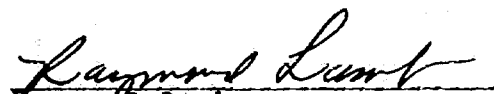
4. Wilson Oil Company desires, and hereby makes, application to drill State B 6807 well No. 41 at the following location:

Well No. 41: Section 13, Township 21 South, Range 34 East, N.M.P.M., to be located 2310 feet south of the north line and 1270 feet east of the west line of said Section 13.

5. That said proposed unorthodox location will be 990 feet from property line of north offset operator, and 1270 feet from property line of west offset operator.
6. That in the event an order is hereby entered by the Oil Conservation Commission, granting permission to Applicant to drill the hereinabove described unorthodox location at the location designated, it is not Applicant's intention, nor does applicant ask, that it be granted any allowable other than the daily allowable as fixed monthly by the Oil Conservation Commission for the forty acre proration unit upon which said unorthodox location is drilled.

WHEREFORE, Applicant prays that the Commission set a date for hearing this application in accord-

ance with its rules and regulations; that upon presentation of this application, Applicant be granted permission to drill the unorthodox location hereinabove described; and that a proper order be entered, granting permission to Applicant to produce the daily allowable from the forty acre proration unit upon which such unorthodox location is located.

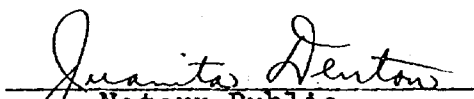

Raymond Lamb
210 Carper Building
Artesia, New Mexico.
Assistant to the President
of Wilson Oil Company.

STATE OF NEW MEXICO)
COUNTY OF EDDY) ss.

On this 3rd day of March, 1950, before me personally appeared Raymond Lamb, representative for Applicant, to me known to be the person described in and who executed the foregoing instrument, and acknowledged that he executed the same as his free act and deed.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate above written.

My commission expires:
August 28, 1953.


Notary Public

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearings to be held March 21, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

The Northwestern New Mexico Nomenclature Committee, Mr. Paul Umbach, its Chairman, the Southeastern New Mexico Nomenclature Committee, Mr. Dudley Sands, its Chairman, all operators in the areas, and notice to the public;

Case 214

In the matter of hearing upon motion of the Oil Conservation Commission upon the recommendation of the Northwestern New Mexico Nomenclature Committee that;

- (1) Pool boundaries be set up around the following discovery well:
Herbert Herff #1 Federal, NE NE, Section 4, Twp. 27N, R. 8W.
- (2) The following area in San Juan County be designated the Largo Pool - Mesaverde:
Twp. 27N, Rge. 8W: Section 3 & 4: All
Twp. 28N, Rge. 8W: Section 33 & 34, All.
- (3) The following extension to the Fulcher Basin-Kutz Canyon Pool to be recommended for consideration:
Twp. 28N, Rge. 10W: Section 11, W/2; Section 14, W/2.

Case 215

In the matter of hearing upon motion of the Oil Conservation Commission upon the recommendation of the Southeastern New Mexico Nomenclature Committee that;

- (1) A new pool be created to be designated as the "Saunders" pool to include S/2 Sec. 34, T 14S, R 33E and N/2 Sec. 3, T 15S, R 33E, for Permo-Pennsylvanian Production.
- (2) A new pool be created to be designated as "House-San Andres" to include the E/2 Sec. 11 and W/2 Sec. 12, T 20S, R 38E, for San Andres production.
- (3) A new pool be created to be named "Hightower-Permo-Pennsylvanian" to include Secs. 22, 23, 26 & 27, T 12S, R 33E, for Permo Pennsylvanian oil and gas production.
- (4) A new pool be created to be named "Nadine" to include all Sec. 23, T 19S, R 38E, for lower Drinkard production.
- (5) The Artesia pool be extended to include W/2 Sec. 25, T 18S, R 27E, for Grayburg production.
- (6) The Hare pool be extended to include NE/4 Sec. 21 & N/2 & SE/4 Sec. 22, T 21S, R 37E, for McKee production.
- (7) A new pool be created to be named "East Bough" to include SE/4 Sec. 7, SW/4 Sec. 8, NW/4 Sec. 17 & NE/4 Sec. 18, T 9S, R 36E, for Permo-Pennsylvanian production.

- (8) The Empire pool be extended to include S/2 Sec. 7, T 17S, R 28E, for Seven Rivers production.
- (9) The West Wilson pool be extended to include W/2 Sec. 15, T 21S, R 34E, for Seven Rivers production.
- (10) The Langlie-Mattix pool be extended to include W/2 Sec. 35, T 23S, R 37E, for Queen production.
- (11) A new pool be created to be named "South Leonard" to include all Sec. 24, T 26S, R 37E, for Queen production.
- (12) A new pool be created named "Teague-Ellenburger" to include S/2 Sec. 22 and N/2 Sec. 27, T 23S, R 37E, for Ellenburger production.

Case 216

In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State B 6807 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 12, Twp. 21S, R 34E, N.M.P.M., in the Wilson pool of Lea County, New Mexico.

Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on March 6, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrer
R. R. SPURRIER, SECRETARY

Case 216

In the matter of the application
of Wilson Oil Company for
an order granting it permission
to drill an unorthodox location
on its State B 6807 lease located
~~2310~~ 2310 feet south of the north
line and 1270 feet east of the
west line (SW ~~1/4~~ NW ~~1/4~~ Section

13) Township 21 South, Range 34
East, N. M. P. M. in the Wilson
Pool of Lea County, New Mexico

Send the following message, subject to the terms on back hereof, which are hereby agreed to

FULL RATE TELEGRAM	SERIAL
DAY LETTER	NIGHT LETTER

WESTERN UNION

W. P. MARSHALL, PRESIDENT

1206

INTERNATIONAL SERVICE
Check the class of service desired; otherwise this message will be sent at the full rate

FULL RATE	DEFERRED
CODE	NIGHT LETTER

NO. WDS.-CL. OF SVC.	PD. OR COLL.	CASH NO.	CHARGE TO THE ACCOUNT OF	TIME FILED
			OIL CONSERVATION COMMISSION	

Send the following message, subject to the terms on back hereof, which are hereby agreed to

C. C. Staley

SANTA FE, NEW MEXICO
MARCH 14, 1950

PHILLIPS PETROLEUM COMPANY
BARTLESVILLE, OKLAHOMA

RE OUR CASE NO. 216 ADVERTISED FOR MARCH 21 HEARING. WILSON OIL COMPANY ASKED FOR UNORTHODOX LOCATION ~~SW NW~~ SECTION 13 TOWNSHIP 21 SOUTH RANGE 34 EAST, WILSON POOL, LEA COUNTY, NEW MEXICO WAS ERRONEOUSLY ~~RECEIVED~~ PUBLISHED AS SECTION 12 INSTEAD OF SECTION 13. PLEASE WIRE OBJECTION IF ANY.

OIL CONSERVATION COMMISSION/SPURRIER

STRAIGHT WIRE

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearings to be held March 21, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

The Northwestern New Mexico Nomenclature Committee, Mr. Paul Umbach, its Chairman, the Southeastern New Mexico Nomenclature Committee, Mr. Dudley Sands, its Chairman, all operators in the areas, and notice to public:

Case 214
In the matter of hearing upon motion of the Oil Conservation Commission upon the recommendation of the Northwestern New Mexico Nomenclature Committee that:

- (1) Pool boundaries be set up around the following discovery well: Herbert Herf No. 1, Federal NE NE Section 4, Twp. 27N, R. 3W.
- (2) The following area in San Juan County be designated the Large Pool-Messaver:
- Twp. 27N, Rgs. SW: Section 3 & 4, All Twp. 28N, Rgs. SW: Section 33 & 34, All.
- (3) The following extension to the Fulcher Basin-Knox Canyon Pool to be recommended for consideration:
- Twp. 28N, Rgs. 10W: Section 11, W/2; Section 14, W/4.

Case 215
In the matter of hearing upon motion of the Oil Conservation Commission upon the recommendation of the Southeastern New Mexico Nomenclature Committee that:

- (1) A new pool be created to be designated as the "Saunders" pool to include S/2 Sec. 34, T. 14S, R. 33E and N/2 Sec. 3, T. 15S, R. 33E, for Permian-Pennsylvanian production.
- (2) A new pool be created to be designated as "House-San Andres" to include the E/2 Sec. 11 and W/2 Sec. 12, T. 20S, R. 38E, for SanBill Andres production.
- (3) A new pool be created to be named "Hightower - Permian - Pennsylvanian" to include Secs. 22, 23, 24 & 27, T. 12S, R. 33E, for Permian-Pennsylvanian oil and gas production.
- (4) A new pool be created to be named "Madame" to include all Sec. 23, T. 18S, R. 38E, for lower Drinkard production.
- (5) The Artesia pool be extended to include W/2 Sec. 25 T. 18S, R. 37E, for Graybury production. The Harte pool be extended to include NE/4 Sec. 21 & W/2 & SE/4 Sec. 23 T. 21S, R. 37E, for McKee production.
- (7) A new pool be created to be named "East Bough" to include SE/4 Sec. 7, SW/4 Sec. 8, NW/4 Sec. 17 & NE/4 Sec. 18, T. 9S, R. 34E, for Permian-Pennsylvanian production.
- (8) The Empire pool be extended to include S/2 Sec. 7, T. 17S, R. 28E, for Seven Rivers production.
- (9) The West Wilson pool be extended to include W/2 Sec. 15, T. 21S, R. 34E, for Seven Rivers production.
- (10) The Langille-Matix pool be extended to include W/2 Sec. 35, T. 22S, R. 37E, for Queen production.
- (11) A new pool be created to be named "South Leonard" to include all Sec. 24, T. 26S, R. 37E, for Queen production.
- (12) A new pool be created named "Teague - Ellenburger" to include S/2 Sec. 22 and N/2 Sec. 27, T. 23S, R. 37E, for Ellenburger production.

Case 218
In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State B-6897 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 13, Twp. 21S, R. 34E, N.M.P.M., in the Wilson pool of Lea County, New Mexico.

Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on March 6, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION
(SEAL)
R. R. SPURRIER, Secretary

Pub. Mar. 10, 1950.

Affidavit of Publication

State of New Mexico }
County of Santa Fe } ss.

I, Will Harrison, being first duly sworn, declare and say that I am the (~~Business Manager~~) (Editor) of the Santa Fe New Mexican, a daily newspaper, published in the English Language, and having a general circulation in the City and County of Santa Fe, State of New Mexico, and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 of the Session Laws of 1937; that the publication, a copy which is hereto attached, was published in said paper ~~on each week~~ for one time ~~on each week~~ the regular issue of the paper during the time of publication, and that the notice was published in the newspaper proper, and not in any supplement, ~~on each week~~ for one time ~~on each week~~ publication being on the 10th day of March, 1950, and the last publication ~~on each week~~ thereof; that payment for said advertisement has been (duly made), or (assessed as court costs); that the undersigned has personal knowledge of the matters and things set forth in this affidavit.

Will Harrison
Editor-Manager
Subscribed and sworn to before me this 13th day of March, A.D., 1950
Anna H. Ormsbee
Notary Public

My Commission expires
June 14, 1953

(13)

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION
The state of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held April 10, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives), in the State of New Mexico TO:
All named parties in the following case and notice to the public:
In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State # 2897 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 13, Twp. 21S, R. 34E, N.M.P.M., in the Wilson pool of Lea County, New Mexico.
Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on March 23, 1950.
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION
(SEAL) R. R. SPURRIER, Secretary.
Pub.: March 27, 1950.

OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
RECEIVED
MAR 29 1950

Affidavit of Publication

State of New Mexico }
County of Santa Fe } ss.

I, Will Harrison

, being first duly sworn,

declare and say that I am the Editor (Editor) of the Santa Fe
New Mexican

, a daily newspaper, published in the English Language, and having a general circulation in the City and County of Santa Fe, State of New Mexico, and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 of the Session Laws of 1937; that the publication, a copy which is hereto attached, was published in said paper one time

for one time the regular issue of the paper during the time of publication, and that the notice was published in the newspaper proper, and not in any supplement, one time

27th day of March, 19 50, publication being on the

for said advertisement has been (duly made), or (assessed as court costs); that the undersigned has personal knowledge of the matters and things set forth in this affidavit.

Will Harrison
Editor

Subscribed and sworn to before me this 28th

day of March, A.D., 1950

Anna K. Ormish

Notary Public

My Commission expires

June 14, 1953

PUBLISHER'S BILL

32 lines, one time at \$ 3.20

lines, times, \$

Tax \$

Total \$ 3.20

Received payment,

By

AFFIDAVIT OF PUBLICATION

State of New Mexico,
County of Lea

Robert L. Sumner
Robert L. Sumner
Robert L. Sumner

Of the Hobbs Daily News-Sun, a daily newspaper published at Hobbs, New Mexico, do solemnly swear that the clipping attached hereto was published once a week in the regular and entire issue of said paper, and not in a supple-

ment thereof for a period of One ~~time~~ week.

beginning with the issue dated March 26, 1950

and ending with the issue dated March 26, 1950

Robert L. Sumner
Publisher.

Sworn and subscribed to before

me this 27 day of March 1950

Betty J. Sine
Notary Public.

My commission expires January 25, 1953
(Seal)

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937, and payment of fees for said publication has been made.

LEGAL NOTICE
March 26, 1950
NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION
COMMISSION
The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held April 10, 1950, beginning at 10:00 o'clock A. M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives):
STATE OF NEW MEXICO, TO
all persons entitled in the following cases and notice to the public:
Case 216
In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State B 6807 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 13, Twp. 21S, R. 24E, N. M. P. M., in the Wilson land of Lea County, New Mexico.
Witness under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, March 23, 1950.
STATE OF NEW MEXICO
OIL CONSERVATION
COMMISSION
R. R. Spurrier
Secretary
(SEAL)

40

2650'

Samb -

Case 216

10 April

13

Carrell W. Smith

1118 ^N ~~W~~ Big Spring St.

Midland

Phillips C. P. Smith

Bartlesville

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held April 10, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

All named parties in the following
case and notice to the public:

Case 216

In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State B 6807 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 13, Twp. 21S, R 34E, N.M.P.M., in the Wilson pool of Lea County, New Mexico.

Given under the seal of the Oil Conservation Commission of New Mexico, at Santa Fe, New Mexico, on March 23, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurr
R. R. SPURR, SECRETARY

March 23, 1950

SANTA FE NEW MEXICAN

Santa Fe, New Mexico

Re: Case 216
Notice of Publication

Gentlemen:

Please publish the enclosed notice once, immediately. Please proof read the notice carefully and send a copy of the paper carrying such notice to this office.

UPON COMPLETION OF THE PUBLICATION SEND PUBLISHER'S AFFIDAVIT IN DUPLICATE.

For payment, please submit statement in duplicate, and sign and return the enclosed voucher.

Very truly yours,

R. R. Spurrer

R. R. Spurrer
Secretary-Director

RRS:lw
encl.

March 23, 1950

HOBBBS NEWS SUN

Hobbs, New Mexico

Re: Case 216
Notice of Publication

Gentlemen:

Please publish the enclosed notice once, immediately. Please proof read the notice carefully and send a copy of the paper carrying such notice to this office.

UPON COMPLETION OF THE PUBLICATION SEND PUBLISHER'S AFFIDAVIT IN DUPLICATE.

For payment, please submit statement in duplicate, and sign and return the enclosed voucher.

Very truly yours,

R. R. Spurrier
Secretary-Director

RRS:hw
encl.

March 23, 1950

Mr. E. E. Gresson
Box 1302
Albuquerque, New Mexico

Dear Genet:

We are having a hearing on April 10, at 10:00 o'clock A.M. in the Hall of Representatives. We would like to have either you or a substitute be present to take the record.

Very truly yours,

R. R. Spurrer
R. R. Spurrer
Secretary-Director

RRS:bw

Before the Oil C C
of the State of N M

Case no 216-
Order No R-18

In the Matter of the
Application of Wilson Oil
Co. for an Order granting
it authority to drill an
Unorthodox location on
its State B-6807 lease
located 2310' from the North line
and 1270' from the West line
(SW¹/₄ NW¹/₄) Section 13, Twp. 21 S. R. 34 E
7 m pm north of Wilson Pool
Socorro County N M

Order of the Commission

This matter came on for hearing at 10:00
A.M. on April 10, 1950, at Santa Fe
N M. before the Oil Conservation Com. of N M
hereinafter referred to as the Commission -

Now on this 27th day of April 1950, the Commission
having before it the testimony, advice of counsel
hearing and being fully advised in the premises,

Finds:

1. That there is no danger to the
jurisdiction -

- (2) That by reason of erroneous publication for the hearing of March 21, 1950, ^{thru the fault of the applicants} it was necessary to withdraw this ~~the~~ case.
- (3) That Applicant heretofore drilled a "near miss" well at an orthodox location upon the same unit (Sw⁴ NW⁴ Sec 13, T21 S. R. 34 E 72 N pm).
- (4) Engineering and geological testimony indicates that despite the "dry hole" at the orthodox location upon the unit, applicant probably could obtain production at the requested unorthodox location.
- (5) That no offset operators ^{having been given timely notice} offer no objection to the applicants request for an unorthodox location.

It is therefore Ordered

That Wilson Oil Co, the Applicant herein, be and it hereby is authorized, effective as of April 10, 1950, to drill into State No 41 well, 2310' from the North line and 1270' from the West line of Section 13, Twp 21 S. R. 34 E 72 N pm in the Wilson Pool, Lea County, New Mexico, and

It is Further Ordered That in event sufficient production is had ^{upon completion} of said State No 41 well, the same shall be assigned regular unit allowable for the pool, in which it is situated.

Dated the day and year herein above designated

o c c
State of New Mexico, it

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 216
ORDER NO. R-18

IN THE MATTER OF THE APPLICATION OF
WILSON OIL COMPANY FOR AN ORDER
GRANTING IT AUTHORITY TO DRILL AN
UNORTHODOX LOCATION ON ITS STATE
B-6807 LEASE LOCATED 2310 FT. FROM
THE NORTH LINE AND 1270 FT. FROM THE
WEST LINE (SW/4 NW/4) SECTION 13,
TOWNSHIP 21S, Range 34E, N.M.P.M.,
IN THE WILSON POOL, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

This matter came on for hearing at 10:00 o'clock a.m. on April 10, 1950, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW on this 27th day of April, 1950, the Commission having before it the testimony adduced at said hearing 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 by reason of erroneous publication for the hearing of March 21, 1950, through no fault of the applicant, it was necessary to readvertise this case.
3. That applicant heretofore drilled a "near miss" well at an orthodox location upon the same unit. (SW/4 NW/4 Sec. 13, T.21S, R.34E, N.M.P.M.)
4. Engineering and geological testimony indicates that despite the "dry hole" at the orthodox location upon the unit, applicant possibly could obtain production at the requested unorthodox location.
5. That no offset operators having been given timely notices, offer objection to the applicant's request for an unorthodox location.

IT IS THEREFORE ORDERED:

That Wilson Oil Company, the applicant herein, be and it hereby is authorized, effective as of April 10, 1950, to drill its State No. 41 well, 2310 ft. from the north line and 1270 ft. from the west line of Section 13, Township 21S, Range 34E, N.M.P.M. in the Wilson pool, Lea County, New Mexico, and

IT IS FURTHER ORDERED:

That in the event sufficient production is had upon completion of said

State No. 41 well, the same shall be assigned regular unit allowable for the pool in which it is situated.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Thomas J. Mabey
THOMAS J. MABEY, CHAIRMAN

Guy Shepard
GUY SHEPARD, MEMBER

R. R. Spurr
R. R. SPURR, SECRETARY

May 4, 1950

REGISTERED MAIL

Mr. Raymond Lamb
Wilson Oil Company
210 Carper Building
Artesia, New Mexico

Dear Mr. Lamb:

We enclose herewith, signed copy of Case No. 216, Order No. R-18, issued by the Oil Conservation Commission, in connection with the hearing held in Santa Fe, New Mexico, on April 10, 1950.

Very truly yours,

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurrier
Secretary-Director

RRS:tw
encl.

case
216

May 4, 1950

REGISTERED MAIL

Mr. Glenn Staley
Lee County Operators Committee
Dumas I
Hobbs, New Mexico

Dear Mr. Staley:

Enclosed herewith, the following signed copies:

Case No. 192, Order No. R-14
Case No. 208, Order No. R-15
Case No. 214, Order No. R-16
Case No. 215, Order No. R-17
Case No. 216, Order No. R-18.

Very truly yours,

R. N. Spurrier
Secretary-Director

RSB:bw
encls.

NOTICE OF PUBLICATION
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

The State of New Mexico by its Oil Conservation Commission hereby gives notice pursuant to law and the rules and regulations of said Commission promulgated thereunder, of the following public hearing to be held April 10, 1950, beginning at 10:00 o'clock A.M. on that day in the City of Santa Fe, New Mexico, in the Capitol (Hall of Representatives).

STATE OF NEW MEXICO TO:

All named parties in the following case
and notice to the public:

Case 216

In the matter of the application of Wilson Oil Company for an order granting it permission to drill an unorthodox location on its State B 6307 lease, located 2310 feet south of the north line and 1270 feet east of the west line (SW NW) Section 13, Twp. 21S, R 34E, N.H.P.M., in the Wilson pool of Lea County, New Mexico.

Given under the seal of the Oil Conservation Commission of New Mexico,
at Santa Fe, New Mexico, on March 23, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

R. R. Spurr
R. R. SPURR, SECRETARY

SEAL

Case 216

May 4, 1950

Signed copies of the following orders, mailed to Hobbs Office.

→ Case No. 192, Order No. R-14
Case No. 208, Order No. R-15
Case No. 216, Order No. R-18
Case No. 215, Order No. R-17

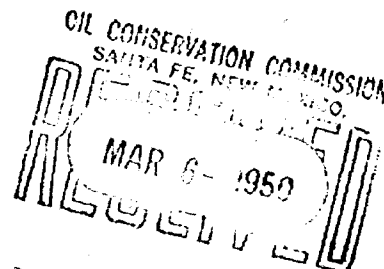
Wilson Oil Company

INCORPORATED UNDER THE LAWS OF NEW MEXICO



P. O. BOX 627
SANTA FE, NEW MEXICO
TELEPHONE 66

March 3, 1950



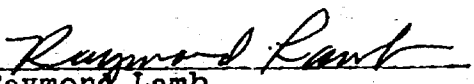
Mr. R. R. Spurrier, Director
New Mexico Oil Conservation Commission
State of New Mexico
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Spurrier:

Please find attached Application for hearing on an unorthodox location in Section 13, Township 21 South, Range 34 East, in Lea County, New Mexico.

We are prepared to appear on March 21, 1950, the next proposed hearing date, and present information pertaining to the case.

Yours very truly,


Raymond Lamb
Assistant to the President
Wilson Oil Company

RL:jd
Enc.

CLASS OF SERVICE

This is a full-rate Telegram or Cablegram unless its deferred character is indicated by a suitable symbol above or preceding the address.

WESTERN UNION

W. P. MARSHALL, PRESIDENT

1220

SYMBOLS

DL = Day Letter
NL = Night Letter
LC = Deferred Cable
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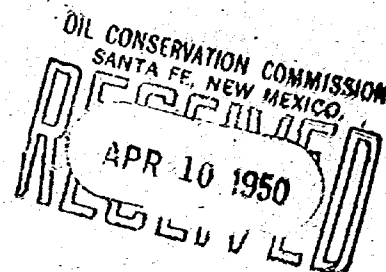
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1950 APR 10 PM 1 33

REGARDING (CASE NO. 216) HEARING ON WHICH IS TO BE HELD APRIL 10, 1950 ON THE APPLICATION OF WILSON OIL COMPANY FOR PERMIT TO DRILL AN UNORTHODOX LOCATION ON STATE "B" 6807 LEASE. WE DESIRE THAT THE FOLLOWING BE ENTERED INTO THE RECORD. THE STANOLIND OIL AND GAS COMPANY DOES NOT OBJECT TO THE GRANTING OF APPLICANT'S PERMIT; HOWEVER, IT IS BELIEVED THAT THE ALLOWABLE FOR THIS WELL, IF DRILLED, SHOULD BE LIMITED TO THAT PROPORTION OF THE FULL 40-ACRE ALLOWABLE ALLOCATION AS THE ACREAGE WHICH MAY BE REASONABLY CONSIDERED PRODUCTIVE BEARS TO 40-ACRES=

C F BEDFORD STANOLIND OIL AND GAS CO=

216 10 190 B 6807 240 40:



THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

The following matter coming on to be heard pursuant to legal notice, the following proceedings were had in Santa Fe, New Mexico, 10 April 1950, beginning at 10:00 A. M.

BEFORE: Hon. R. R. Spurrier, Secretary and Member.

R E G I S T E R

George Graham, Santa Fe, New Mexico, for the Commission.

Ray Andrew, Santa Fe, New Mexico, for the Commission.

Raymond Lamb, for the Wilson Oil Company.

CASE NO. 216 (cont.)

MR. SPURRIER: Let the record show the hearing is in session. In the absence of either of the other commissioners, I am sitting as an examiner for the purpose of taking the record only. As a matter of convenience, we will recess the hearing to my office.

(Recess.)

MR. SPURRIER: Let the record show we will adopt the previous record in this case as part of this record. We will remind Mr. Lamb that he has been sworn previously in this case.

MR. LAMB: I don't need to go through the part as to who I am and the case, and so forth?

MR. SPURRIER: No. I would just start out and say, Wilson Oil Company wants to do this because--in other words, just present the case.

MR. LAMB: As stated in the application, the applicant desires to drill an unorthodox location located 1270 ft. from West line and 2310 ft. from the north line, Section 13-21-34. This location will be 1270 ft. from the lease line of the Phillips Petroleum Co., and 990 ft. from the lease line of Darrell Smith,

independent operator. We believe that on the basis of geological and engineering information a well drilled in this location would recover a substantial amount of oil that would otherwise be unproduced. The Wilson Oil Company No. 9 located in the 40-acre tract east of the proposed location was completed 5-15-42, and to January 1, 1950, has produced 116,700 barrels of oil, and is at the present time a top-allowable well. Wilson-State No. 14, south of the proposed location, was completed on October 13, 1944; and to January 1, 1950, has produced 80,057 barrels, and is at present flowing top allowable. The structure position of the proposed location will probably be slightly higher than the position of Well No. 14.

(Off the record discussion)

MR. LAMB: Wilson-State No. 11, a dry hole drilled on the same unit on which the proposed location is located, was what could be termed a near miss of being an oil well. We believe that the unorthodox location as mentioned above will be a producing oil well. However, we realize the risk involved that the location may be dry if sufficient drainage has taken place from under this tract.

In our application we requested that the allowable for the proposed unorthodox location be that of any top-allowable unit if the well is capable of producing that amount. In other words, we request a full allowable for this well.

If there are any questions by the Commission, I would be very happy to answer the questions in regard to this case.

MR. SPURRIER: Well, Mr. Lamb, the Commission notified your offset operators by registered mail, and we have to this date received no comment from them pro or con. Now, do you have any notice or comment from any operator you would like to

introduce?

MR. LAMB: I have no notice at all from the Phillips Petroleum Co., the west offset operator. Mr. Darrell Smith was in my office a few days ago and stated that he had no objection to the proposed location. In fact, he was quite interested to see what the outcome of this location would be, in the light that it might prove another location on his lease to the north.

MR. SPURRIER: Mr. Graham, do you have any questions?

MR. GRAHAM: No questions.

MR. SPURRIER: Mr. Andrew?

MR. ANDREW: No questions.

MR. LAMB: I might state that on the 40-acre tract which is the NESE of this same section we drilled our No. 6, which was a dry hole. And on the same 40-acre tract on March 12, 1944, we completed our No. 12, which has to date produced 90,000 barrels of oil which would have been lost if we had not drilled the second location on the forty. We completed our No. 40 well Saturday night and are preparing to skid our rig to the unorthodox location as proposed in this case, which is our No. 41, as soon as we obtain a decision from the Commission.

MR. GRAHAM: Mr. Lamb, do you care to add anything to your statement in response to Mr. McCormick's questions at the last hearing with respect to the ?

MR. LAMB: Twenty-acre allowable?

MR. GRAHAM: Twenty-acre allowable.

MR. LAMB: Mr. Graham, the only thing I would care to say on that is, as we did in the case I mentioned a few minutes ago in our wells Nos. 6 and 12, we could do the same thing in

this case and drill a 330 location and be entitled to full allowable. But we think we will recover additional oil by moving the location to within 50 ft. of the line which would otherwise be lost; and we don't feel that should jeopardize our allocation plan at all.

MR. GRAHAM: What reason, geological or otherwise, do you have for such a view?

MR. LAMB: You mean from the structural position of the well?

MR. GRAHAM: Yes.

MR. LAMB: Well, as I stated a few minutes ago, it is my thought that the No. 41 location will be slightly higher than No. 14, and some 10 or 12 feet lower than No. 9; and with the effective water drive we have from the east, we have some doubt as to whether the oil will move up structure as is the usual case due to the activeness of the water drive; and that all oil produced from the No. 41, or most of the oil produced from the No. 41 location, will probably come from that unit since we do not feel that the oil will move much in that area.

MR. SPURRIER: Mr. Lamb, in view of the evidence you have presented, and in view of the fact that the Commission has never seen fit to reduce the allocation to a 40-acre tract; never seen fit to reduce the allocation, that is, give it a proportional part because the well isn't located near the center, I will recommend to the Commission that this application be granted.

MR. LAMB: I can understand if the Commission took the--took it upon themselves to decide what portion of a tract is productive, and then apportion the allowable on that basis, they would have quite a problem on their hands in the future. As I understand the present rules, we could move the location on

the tract to a less favorable position and be entitled to full allowable.

MR. SPURRIER: That's right.

MR. GRAHAM: Heretofore the Commission has been governed by the surface rights--surface ownership, by the ownership within the unit.

MR. SPURRIER: Forty-acre unit or 160.

MR. GRAHAM: This pooling business affecting the Monument situation where there are two-acre tracts.

MR. LAMB: This 40-acre tract--I don't have the map of the U. S. Land Office survey--but being an inside 40-acre tract, I believe it would be a full 40-acre unit.

MR. SPURRIER: Does anyone have anything further?

MR. GRAHAM: No further questions.

MR. SPURRIER: If not, the meeting stands adjourned.

STATE OF NEW MEXICO)
 : SS
COUNTY OF BERNALILLO)

I HEREBY CERTIFY That the foregoing transcript is a true record of the matters therein recorded.

DATED At Albuquerque, N. M., 14 April 1950.

G. E. Gollman
Notary Public

My Commission Expires: 8-4-52