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. 381 ORDER No. R-177

THE APPLICATION OF WILSON OIL COMPANY FOR AN ORDER GRANTING IT PERMISSION TO DRILL AN UNORTHODOX LOCATION ON ITS STATE B-1399 LEASE LOCATED IN THE NW/4 SW/4 OF SECTION 7, TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM, LEA COUNTY, NEW MEXICO, IN THE WILSON POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 15, 1952, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 5th day of August, 1952, the Commission, a quorum being present, having considered the testimony adduced and the exhibits received 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 Wilson Oil Company is the owner of all oil and gas rights down to a depth of 4500 feet on State of New Mexico Oil And Gas lease B-1399 insofar as said lease covers the SW/4 of Section 7, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico, the same being within the defined limits of the Wilson Pool.

(3) That the applicant proposes to drill a well located 1370 feet from the South Line and 1124 feet from the West line of Section 7, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico, and that a well drilled at the proposed location would be in the interest of conservation, prevention of waste, and would enable the greatest ultimate recovery of oil and gas.

(4) That no offset operators or royalty owners would be adversely affected by the proposed unorthodox location.

IT IS THEREFORE ORDERED:

(1) That the application of Wilson Oil Company, as amended during the course of the hearing, be and the same hereby is approved and Wilson Oil Company is hereby authorized to drill a well to be known as their Shell-State No. 14, to be located 1370 feet from the South Line and 1124 feet from the West Line, of Section 7, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico.

(2) That upon completion of the Shell-State, No. 14 well, the allowable assigned the Shell State No. 14 well plus the allowable assigned the Shell State No. 3 well, which is located in the same 40 acre proration unit as the proposed well, shall not exceed the normal top unit allowable as fixed by the Commission for the Wilson Pool.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

GUY SHEPARD, Member

R. R. SPURRIER, Secretary

SEAL