BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING

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

CASE No. 2959 Order No. R-2629

APPLICATION OF TEXAS PACIFIC OIL COMPANY FOR AN UNORTHODOX LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 16, 1963, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 27th day of December, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Texas Pacific Oil Company, seeks an exception to the Special Rules and Regulations for the South Crossroads-Devonian Pool to drill its State AE Well No. 1 at an unorthodox location 2310 feet from the South line and 1980 feet from the West line of Section 10, Township 10 South, Range 36 East, NMPM, Lea County, New Mexico.
- (3) That due to the reservoir characteristics of the Devonian formation at the proposed location the subject well should drain the N/2 SW/4 of said Section 10.
- (4) That approval of the subject application will prevent waste and protect correlative rights, provided the applicant dedicates the N/2 SW/4 of Section 10, Township 10 South, Range 36 East, NMPM, Lea County, New Mexico, to the subject well.

-2-CASE No. 2959 Order No. R-2629

IT IS THEREFORE ORDERED:

- (1) That the applicant, Texas Pacific Oil Company, is hereby granted an exception to the Special Rules and Regulations for the South Crossroads-Devonian Pool and is hereby authorized to drill its State AE Well No. 1 at an unorthodox location 2310 feet from the South line and 1980 feet from the West line of Section 10, Township 10 South, Range 36 East, NMPM, Lea County, New Mexico; provided, however, that the N/2 SW/4 of said Section 10 shall be dedicated to said well.
- (2) 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

JACK M. CAMPBELL. Chairman

A. L. PORTER, Jr., Member & Secretary

SEAL