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

CASE NO. 668 Order No. R-414

THE APPLICATION OF LOWRY ET AL OPERATING ACCOUNT FOR APPROVAL OF AN UNORTHODOX LOCATION FOR ITS WELL NO. T-123 LOCATED 700 FEET FROM THE NORTH LINE, AND 1800 FEET FROM THE EAST LINE OF SEC. 7, TWP. 26 N., RGE.6 W., RIO ARRIBA COUNTY, NEW MEXICO, SOUTH BLANCO-TOCITO POOL.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., February 17, 1954, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 17th day of March, 1954, the Commission, a quorum being present, having considered the testimony offered and 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 the Lowry et al, Operating Account is operator of a well designated as T-123, located 700 feet from the North line, and 1,800 feet from the East line of Sec. 7, Twp. 26 N., Rge. 6 W., NMPM, South Blanco-Tocito Pool, Rio Arriba County, New Mexico.

(3) That said well is productive of oil in the Tocito sands in the South Blanco-Tocito Pool, and was completed as a producer on December 1, 1953.

(4) That the subject well is located more than 660 feet from any lease line of an off-setting operator.

(5) That the location of said well is necessitated by topographical conditions, it being impossible to drill in conformity with the tolerance allowed by the South Blanco-Tocito Pool Rules as entered by this Commission in Order No. R-326.

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(6) That unless such location is approved by this Commission the applicant herein will be denied of his opportunity to recover his just and equitable share of production in the South Blanco-Tocito Pool.

(7) That approval of said location is in the interest of conservation, will protect correlative rights, and prevent waste.

(8) That no objection has been filed to the application for approval of said unorthodox location, and no objection was made thereto at said hearing.

IT IS THEREFORE ORDERED:

(1) That the application of Lowry et al Operating Account for approval of an unorthodox location for its T-123 well located 700 feet from the North line, and 1,800 feet from the East line of Sec. 7, Twp. 26 N., Rge. 6 W., NMPM, South Blanco-Tocito Pool, Rio Arriba County, New Mexico be, and the same hereby is approved as an exception to Commission Rules No. 104 (f) as modified by the Commission's Order No. R-326 being the pool rules for the South Blanco-Tocito 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

E. S. WALKER, Member

R. R. SPURRIER, Secretary

SEAL