

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. 114

ORDER NO. 735

IN THE MATTER OF THE APPLICATION  
OF KEWANEE OIL COMPANY FOR PERMIS-  
SION TO DRILL A WELL ON AN UNORTHODOX  
LOCATION 1,295 FEET FROM THE SOUTH  
LINE AND 2,615 FEET FROM THE EAST  
LINE (NW corner SW $\frac{1}{4}$ SE $\frac{1}{4}$ ) SECTION 27,  
TOWNSHIP 17 SOUTH, RANGE 32 EAST,  
N.M.P.M. IN THE MALJAMAR POOL, LEA  
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on regularly for hearing at 10:00 o'clock A.M., on November 25, 1947, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico hereinafter referred to as the "Commission."

NOW, on this 25th day of November, 1947, the Commission having before it for consideration the testimony adduced at the hearing of said cause and being fully advised in the premises:

1. That due public notice having been given, the Commission has jurisdiction of the subject matter hereof.

2. That the petitioner is the owner of an oil and gas lease located on United States Government leased lands designated as Las Cruces Lease 057210, and which lease includes with other lands, the SW $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 27, Township 17 South, Range 32 East, Lea County, New Mexico;

3. That petitioner's only well located in the center of the above described tract of land is a gas injection well used for injection service for the Maljamar Cooperative Repressuring Agreement, said well being designated as Kewanee's Baish "B" 11 I.P.

4. That while the land described in the caption of petitioner's application, refers to Township 21 South, but the body instruments, and attached exhibits correctly refer to and describe the Township as 17 South, Range 32 East and the fixation of the location as being in the Maljamar Pool is deemed sufficient for the purpose of this order in absence of objection.

5. That further, under the terms of the aforesaid Maljamar Cooperative Repressuring Agreement, operators of leases on tracts of lands upon which gas injection wells are located such as Kewanee's Baish "B" 11 I.P. are entitled to a compensating well for the production of oil and gas;

6. That no other lease operators are effected by the unorthodox well location under consideration as the petitioner is the owner of all 40-acre units adjoining and surrounding the above described tract of land.

7. That to procure the greatest ultimate recovery from the 40-acre tract under consideration herein, it is necessary that the compensating well on the above described tract be drilled on the unorthodox location.

IT IS THEREFORE ORDERED that Kewanee Oil Company, petitioner herein is granted an unorthodox location for a compensating well for the production of oil and gas to be located in the Northwest corner of the SW $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 27,

Township 17 South, Range 32 East, N.M.P.M. in the Maljamar Pool, Lea County, New Mexico, and more particularly described by footage as 1,295 feet from the south line and 2,615 feet from the east line of said Section 27.

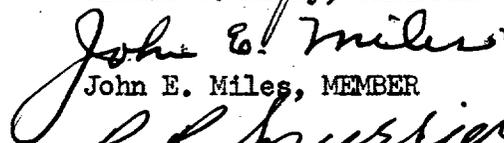
IT IS THE FURTHER ORDER OF THE COMMISSION that in the event said well is a producer that the production therefrom shall not exceed the unit allowable now or which hereafter may be fixed by the Commission for the Maljamar Pool.

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION



Thomas J. Mabry, CHAIRMAN



John E. Miles, MEMBER



R. R. Spurrier, SECRETARY



# KEWANEE OIL COMPANY

1004-14 KENNEDY BUILDING

J. B. STEELE,  
SUPERINTENDENT.

TULSA 1, OKLAHOMA, October 13, 1947

State of New Mexico  
Oil Conservation Commission  
P. O. Box 871  
Santa Fe, New Mexico

Attention: Mr. R. R. Spurrier

Gentlemen:

There is enclosed herewith, in triplicate, application of Kewanee Oil Company for permission to drill its Baish "B" well #32 on an unorthodox location in the NWC SW $\frac{1}{4}$  SE $\frac{1}{4}$ , Section 27-21S-32E, Lea County, New Mexico.

It would be appreciated if you would wire us, collect, the date this matter will be set for hearing.

Further, it would be appreciated if you would advise us if the Conservation Commission has passed on a similar situation, or, if there is no previous precedent, please advise whether the Commission has made any expression as to unorthodox well locations where a gas injection project is involved, as is the situation in connection with our application.

Yours very truly,

*E. H. Hastings*  
E. H. Hastings, Attorney

EHH:OM





Kewanee Oil Co.

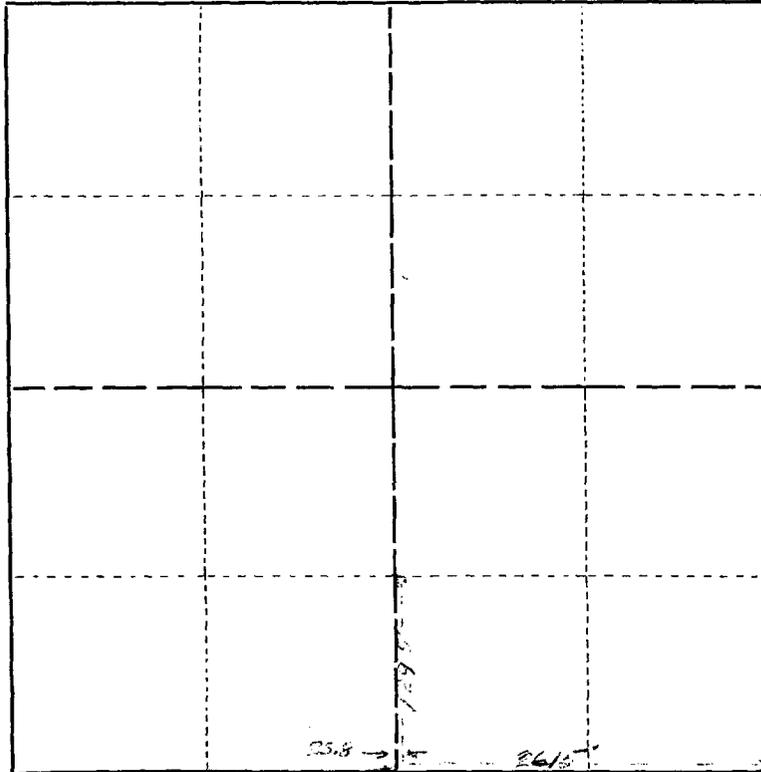
Company BAISH B-32

Lease 27 17 32 Well No. \_\_\_\_\_

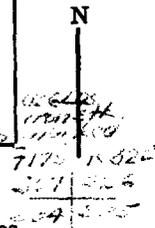
Sec. 1295 fr. S.L. & S., R. 2615 fr. E.L. E., N.M.P.M.

Location Lea

Course (obained distances) \_\_\_\_\_, New Mexico



Scale 4" = 1 mile. U.S. 2105 marked 4-23-34



This is to certify that the above plat was prepared from field notes of actual surveys made by me or under my supervision and that the same are true and correct to the best of my knowledge and belief.

*[Handwritten Signature]*

Seal:  
Artesia, New Mexico  
Sept. 26

Registered Professional  
Engineer and Land Surveyor.

47

Surveyed \_\_\_\_\_, 19 \_\_\_\_\_

Elevation to P 935.5 9'

"Exhibit A"