



1 Blinebry pay has been made by Amerada Petroleum Corporation and it  
2 is not, in fact, producing its well from the Blinebry pay, but is  
3 producing it from the Paddock pay at a depth of approximately 5200  
feet and has heretofore been awarded a Bonus Discovery Allowable  
for its discovery of the Paddock pay.

4 The Commission makes the following conclusions:

5 1. Repollo Oil Company in its No. 5 Phillips "A" well  
6 did not make a discovery of a new producing horizon in an existing  
oil field.

7 2. The Texas Company in its Phillips No. 5 well did not  
8 make a discovery of a new producing horizon in an existing oil  
field.

9 IT IS THEREFORE ORDERED:

10 1. That the application of Repollo Oil Company for a  
11 Bonus Discovery Allowable be, and the same is hereby denied.

12 2. That the application of the Texas Company for a Bonus  
Discovery Allowable be, and the same is hereby denied.

13 Done at Santa Fe, New Mexico this \_\_\_\_\_ day of September,  
14 1948.

15 OIL CONSERVATION COMMISSION

16  
17 By: \_\_\_\_\_  
18 Thomas J. Mabry, Chairman

19 \_\_\_\_\_  
20 John E. Miles, Member

21 \_\_\_\_\_  
22 R. R. Spurrier, Secretary

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Substantive

Original Comm file

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

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

CASE NO. 153  
ORDER NO. 785

IN THE MATTER OF THE APPLICATION OF  
REPOLLO OIL COMPANY FOR BONUS DIS-  
COVERY ALLOWABLE UNDER COMMISSION  
ORDER NO. 573 FOR WELL NO. 5 PHILLIPS  
"A" LEASE, LOCATED IN THE SW $\frac{1}{4}$ SW $\frac{1}{4}$ ,  
SECTION 31, TOWNSHIP 19 SOUTH, RANGE  
37 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.

- AND -

IN THE MATTER OF THE APPLICATION OF THE  
TEXAS COMPANY FOR BONUS DISCOVERY ALLOWABLE  
UNDER COMMISSION ORDER NO. 573 FOR J. R.  
PHILLIPS NO. 5 WELL LOCATED IN THE NW $\frac{1}{4}$ NW $\frac{1}{4}$ ,  
SECTION 6, TOWNSHIP 20 SOUTH, RANGE 37 EAST,  
N.M.P.M., LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at ten o'clock A.M., on 29 July, 1948 at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

And the matter having been taken under advisement, and the Commission having considered the facts adduced in evidence and other facts from official records of the Commission, makes the following findings of fact:

1. Amerada Petroleum Corporation is the owner of a well located in the NE $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 1, Township 20 South, Range 36 East. On 21 July, 1947 a drill stem test was made of this well and the zone from 5680 feet to 5704 feet, identified as the Blinebry pay, was tested and produced 13.16 barrels in four hours.
2. The Texas Company, in its Phillips No. 5 Well on or about 1 May, 1948 made a test of the same zone, which test resulted in the production of 367 barrels of oil in 22 hours.
3. The Repollo Oil Company, in its No. 5 Phillips "A" Well tested the same zone on or about 21 May, 1948, which test resulted in the production of 936 barrels of fluid in 24 hours, of which 7% was fresh water.
4. The test made by Amerada Petroleum Corporation constituted a discovery of a new producing horizon in an existing oil field, and was more than two miles distant from any commercially productive well in the Blinebry pay.
5. No application for Bonus Discovery Allowable for the Blinebry pay has been made by Amerada Petroleum Corporation and it is not, in fact, producing its well from the Blinebry pay, but is producing it from the Paddock pay at a depth of approximately 5200 feet and has heretofore been awarded a Bonus Discovery Allowable for its discovery of the Paddock pay.

1 copy to Staley (Nov. '48) mailed  
1 each " Repollo  
" " Texas Co

The Commission makes the following conclusions:

1. Repollo Oil Company in its No. 5 Phillips "A" Well did not make a discovery of a new producing horizon in an existing oil field.
2. The Texas Company in its Phillips No. 5 Well did not make a discovery of a new producing horizon in an existing oil field.

IT IS THEREFORE ORDERED:

1. That the application of Repollo Oil Company for a Bonus Discovery Allowable be, and the same is hereby denied.
2. That the application of the Texas Company for a bonus discovery allowable be, and the same is hereby denied.

DONE at Santa Fe, New Mexico this 14th day of September, 1948.

OIL CONSERVATION COMMISSION

CHAIRMAN

*John E. Miles*

MEMBER

*L. L. Spurr*

SECRETARY