

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. 181  
ORDER NO. 832

IN THE MATTER OF THE APPLICATION OF  
THE R. OLSEN OIL COMPANY FOR AN ORDER  
AUTHORIZING AN UNORTHODOX WELL LOCATION  
FOR A GAS WELL IN THE CENTER OF SW $\frac{1}{4}$   
OF SECTION 11, TOWNSHIP 24 SOUTH, RANGE  
36 EAST, IN THE COOPER-JAL POOL, LEA  
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 10 o'clock A.M., May 5, 1949, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

NOW, on this 11th day of July, 1949, the Commission having before it for consideration the testimony adduced and exhibits and statements presented at the hearing of said cause, and being fully advised in the premises,

FINDS:

1. That due public notice of said cause having been given as required by law, the Commission has jurisdiction of this case.
2. That R. Olsen Oil Company obtained through inadvertence of the Hobbs office an approved C-101 (Notice of Intention to Drill) for a well in the center of the SW $\frac{1}{4}$  of Section 11, Township 24 South, Range 36 East, N.M.P.M., in violation of the 40 acre unit rule; that immediately upon discovery of the error of the Commission representative a letter was dispatched to the Company, revoking the Authorization and an order of the Commission by registered mail to cease all operations until the unorthodox location had been approved after formal hearing, was issued.
3. That the R. Olsen Oil Company in disregard of the requirements of the Commission continued to drill said unorthodox location.
4. That the applicant's oil and gas lease or leases were expiring is offered in extenuation of applicant's actions in continuing to drill in disregard to Commission instructions.

IT IS THEREFORE ORDERED:

That the application of R. Olsen Oil Company for an Order approving an unorthodox location in the approximate center of the Southwest Quarter of Section 11, Township 24 South, Range 36 East is hereby approved, provided however, that should production of oil or gas or either of them be had, same shall, for proration purposes, be allocated to and considered as produced from the Northeast Quarter of the Southwest Quarter of said Section 11, Township 24 South, Range 36 East, N.M.P.M., and such production shall, by itself, or in conjunction with production from any other well on the same forty acre tract never be produced in excess of the allowable for the forty acre tract.

IT IS FURTHER ORDERED:

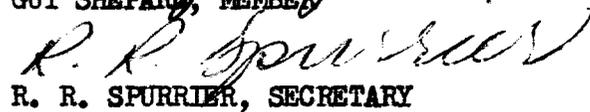
That this case be held open on the docket for further order of the Commission for purposes of modification at any time, upon five (5) days written notice, or in event spacing for gas wells is hereafter changed in the Cooper-Jal Pool by the Commission.

DONE at Santa Fe, New Mexico this 11th day of July, 1949.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

  
THOMAS J. MABRY, CHAIRMAN

  
GUY SHEPARD, MEMBER

  
R. R. SPURRIER, SECRETARY