

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. 211
ORDER NO. R-9

IN THE MATTER OF THE APPLICATION
OF WORTH DRILLING COMPANY, INC.,
FOR PERMISSION TO DRILL THREE
UNORTHODOX LOCATIONS:
NO. 8-A, 1,345 FT. NORTH OF THE
SOUTH LINE AND 1,295 FT. EAST OF
THE WEST LINE (SW $\frac{1}{4}$) SECTION 12;
NO. 9-A, 1,345 FT. NORTH OF THE
SOUTH LINE AND 2,615 FT. EAST OF
THE WEST LINE (SW $\frac{1}{4}$) SECTION 12;
NO. 10-A, 25 FT. NORTH OF THE SOUTH
LINE AND 2,615 FT. EAST OF THE WEST
LINE (SW $\frac{1}{4}$) SECTION 12, ALL IN T.
18 S., R. 31 E., N.M.P.M., UPON THE
A.C. TAYLOR "A" LEASE IN THE NORTH
SHUGART POOL, EDDY COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on for hearing at 10:00 A.M., on the 7th day of February, 1950, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission".

After considering the evidence introduced at said hearing, and being fully advised in the premises, the Commission finds:

1. That due public notice of said hearing has been given and published as provided by law, and that the Commission has jurisdiction of this cause.
2. That the oil and gas lease involved and more particularly described in the application embraces lands of the United States, and the the Supervisor of the United States Geological Survey has consented to the approval of the drilling of the proposed well to be known as Well 8-A, and which is to be located 1,295 feet from the West boundary and 1,345 feet from the South boundary of the SW $\frac{1}{4}$ Sec. 12, T. 18 S., R. 31 E., N.M.P.M.
3. That the Commission has heretofore, by Order No. 848 in Case No. 200, approved the drilling of a well known as Well 7-A located at an unorthodox location upon the S $\frac{1}{2}$ SW $\frac{1}{4}$ of said Section 12.
4. That applicants are the owners of the oil and gas lease covering the SW $\frac{1}{4}$ Sec. 12, N $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 13, T. 18 S., R. 31 E., N.M.P.M., Eddy County, New Mexico, and that the wells heretofore drilled in approximately the center of each forty acre legal subdivision contained in said lands will not be sufficient to obtain all of the recoverable oil under said forty acre legal subdivisions and that the drilling of said additional five spot well is necessary to obtain the greatest ultimate recovery of oil and gas from said lands, and that the drilling of the same is in the interest of conservation and the prevention of waste and will not affect any correlative rights of any other lease owners owning or holding oil and gas leases

embracing lands contiguous to the above described land.

5. That the SW $\frac{1}{4}$ Sec. 12, N $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 13, T. 18 S., R. 31 E., N.M.P.M., should be considered a unit for proration and allowable purposes, and that applicants should be authorized to produce from said unitized tract the total allowable production as fixed by the Commission for the total number of developed forty acre proration units comprising such unitized tract, but with the proviso that no well located upon said unitized tract be permitted to produce at a rate in excess of the top allowable as fixed by the Commission.

NOW, THEREFORE, IT IS ORDERED BY THE COMMISSION that the amended application of the Worth Drilling Company, Inc., Whaley Company, Inc., and J. C. Maxwell for the drilling of a well at an unorthodox location to be known as Well 8-A to be located 1,295 feet from the West boundary and 1,345 feet from the South boundary of the SW $\frac{1}{4}$ Sec. 12, T. 18 S., R. 31 E., N.M.P.M., be, and the same is hereby approved.

IT IS FURTHER ORDERED BY THE COMMISSION that the SW $\frac{1}{4}$ Sec. 12, N $\frac{1}{2}$ NW $\frac{1}{4}$ Sec. 13, T. 18 S., R. 31 E., N.M.P.M., be, and the same is hereby unitized for proration and allowable purposes, and that applicants are authorized to produce from said unitized tract the total allowable production as fixed by the Commission for the total number of developed forty acre proration units comprising such unitized tract; provided, however, no well located upon said unitized tract shall be permitted to produce at a rate in excess of the top allowable as fixed by the Commission.

DONE at Santa Fe, New Mexico, on this the 8th day of February, 1950.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

THOMAS J. MABRY, CHAIRMAN


GUY SHEPARD, MEMBER


R. R. SPURRER, SECRETARY