

Norm

GILBERT, WHITE AND GILBERT MAIN OFFICE OCC
ATTORNEYS AND COUNSELORS AT LAW

BISHOP BUILDING

SANTA FE, NEW MEXICO

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March 23, 1954

CARL H. GILBERT
L. C. WHITE
WILLIAM W. GILBERT
SUMNER S. KOCH

Oil Conservation Commission
Capitol Building
Santa Fe, New Mexico

Re: Case No. 679
Velma Petroleum Corporation

Gentlemen:

Enclosed herewith please find your file copy in re application of Velma Petroleum Corporation for permit to drill unorthodox location, together with Exhibit A. I wish to thank you for allowing me to withdraw these enclosures from your file, and will appreciate it if you will refile them in the case.

Very truly yours,

L.C. White
L. C. WHITE

LCW-c
enclosures

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF VELMA PETROLEUM CORPORATION, APPLICANT FOR AUTHORITY FOR SPECIAL PERMIT TO DRILL AN UNORTHODOX LOCATION IN THE SE $\frac{1}{4}$ OF NW $\frac{1}{4}$ OF SECTION 31, TOWNSHIP 18 SOUTH, RANGE 39 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.)

Case 679

APPLICATION

COMES NOW, Velma Petroleum Corporation, a Texas corporation, co-owner and operator of oil and gas lease covering the N $\frac{1}{2}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, and files this its application for a permit to drill a well in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, at a point 1,370 feet from the North line and 1,650 feet from the East line of said section and for cause would show:

1. That said drilling site, to-wit: the SE $\frac{1}{4}$ NW $\frac{1}{4}$, is situated on the South flank of the East Hobbs Pool and applicant proposes to drill a well to test the San Andres pay proposed to be encountered between 4,400 and 4,500 feet below the surface.

2. That the Stanolind Oil and Gas Company has heretofore drilled a well in the SE $\frac{1}{4}$ NW $\frac{1}{4}$ and in the center thereof, which well was plugged and abandoned as a dry hole.

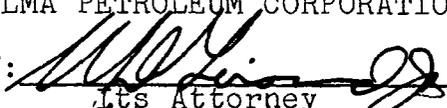
3. The proposed location will be 1,230 feet Southeast of the Velma-Goode No. 1 and 1,720 feet Southwest of the Velma-Goode No. 2, as is more particularly shown by Chart "A" accompanying this application.

4. That the offset acreage to the proposed location to the North, East and West is owned by Velma Petroleum Corporation and others, Velma Petroleum Corporation being operator of said property and applicant herein, and the offset acreage to the South is owned by W. N. McKinney et al.

5. That the proposed location is so located as to afford a better drainage pattern for the applicant and will protect applicant in being able to tap the reservoir underlying the drilling site.

WHEREFORE, applicant prays that upon a hearing hereof, this Commission will enter its order authorizing the drilling of a well to test the San Andres pay at a point in the $SE\frac{1}{4}NW\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, 1,370 feet from the North line and 1,650 feet from the East line of said Section 31.

VELMA PETROLEUM CORPORATION

BY: 
Its Attorney

Velma Petroleum

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF VELMA PETROLEUM)
CORPORATION, APPLICANT FOR)
AUTHORITY FOR SPECIAL PERMIT TO)
DRILL AN UNORTHODOX LOCATION IN)
THE SW $\frac{1}{4}$ OF NE $\frac{1}{4}$ OF SECTION 31,)
TOWNSHIP 18 SOUTH, RANGE 39 EAST,)
N.M.P.M., LEA COUNTY, NEW MEXICO.)

Case 677

APPLICATION

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1. That said drilling site, to-wit: the SW $\frac{1}{4}$ NE $\frac{1}{4}$, is situated on the South flank of the East Hobbs Pool and applicant proposes to drill a well to test the San Andres pay proposed to be encountered between 4,400 and 4,500 feet below the surface.

2. That the Stanolind Oil and Gas Company has heretofore drilled a well in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ and in the center thereof, which well was plugged and abandoned as a dry hole.

3. The proposed location will be 1,230 feet Southeast of the Velma-Goode No. 1 and 1,720 feet Southwest of the Velma-Goode No. 2, as is more particularly shown by Chart "A" accompanying this application.

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WHEREFORE, applicant prays that upon a hearing hereof, this Commission will enter its order authorizing the drilling of a well to test the San Andres pay at a point in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 31, Township 18 South, Range 39 East, N.M.P.M., Lea County, New Mexico, 1,370 feet from the North line and 1,650 feet from the East line of said Section 31.

VELMA PETROLEUM CORPORATION

BY


Its Attorney