

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE No. 2039
Order No. R-1733

APPLICATION OF SOUTHWEST PRODUCTION
COMPANY FOR APPROVAL OF AN UNORTHODOX
OIL WELL LOCATION IN THE GALLEGOS-GALLUP
OIL POOL, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 27, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 4th day of August, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant is the owner and operator of the Rummel Federal Well No. 1, located 790 feet from the North line and 1190 feet from the West line of Section 36, Township 27 North, Range 12 West, Gallegos-Gallup Oil Pool, San Juan County, New Mexico.
- (3) That the above-described well was drilled to the Dakota formation on an orthodox gas well location but no production was encountered therein.
- (4) That the well was plugged back to the Gallup formation where a relatively small amount of oil production was obtained.
- (5) That the above-described location is unorthodox for an oil well completed in the Gallegos-Gallup Oil Pool.
- (6) That inasmuch as all mineral interests underlying the lease on which the subject well is located are common with that of the adjoining lease to the East, which alone will be crowded

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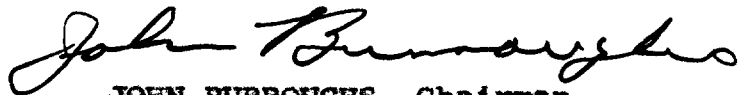
by the unorthodox location, approval of the subject application will not impair correlative rights.

IT IS THEREFORE ORDERED:

That an unorthodox oil well location for the applicant's Rummel Federal Well No. 1, located 790 feet from the North line and 1190 feet from the West line of Section 36, Township 27 North, Range 12 West, Gallegos-Gallup Oil Pool, San Juan County, New Mexico, be and the same is hereby approved.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



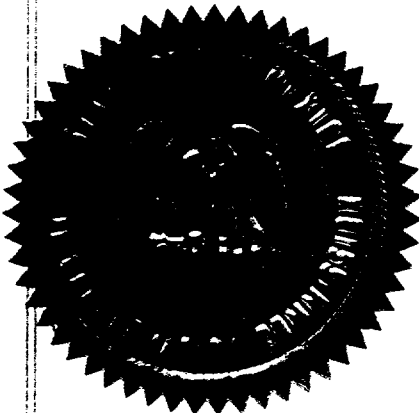
JOHN BURROUGHS, Chairman



MURRAY E. MORGAN, Member



A. L. PORTER, Jr., Member & Secretary



esr/