

LARGE FORMAT  
EXHIBIT HAS  
BEEN REMOVED  
AND IS LOCATED  
IN THE NEXT FILE

GOVERNOR  
DAVID F. CARGO  
CHAIRMAN

State of New Mexico  
Oil Conservation Commission



LAND COMMISSIONER  
GUYTON B. HAYS  
MEMBER

STATE GEOLOGIST  
A. L. PORTER, JR.  
SECRETARY - DIRECTOR

P. O. BOX 2088  
SANTA FE

August 29, 1967

Mr. Jason Kellahin  
Kellahin & Fox  
Attorneys at Law  
Post Office Box 1769  
Santa Fe, New Mexico

Re: Case No. 3632  
Order No. R-3304  
Applicant:  
LEN MAYER

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.  
Secretary-Director

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC \_\_\_\_\_

Other Mr. Richard S. Morris for Marathon Oil Co.

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. 3632  
Order No. R-3304

APPLICATION OF LEN MAYER FOR  
AN UNORTHODOX GAS WELL LOCATION,  
EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 9, 1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 29th day of August, 1967, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the examiner, 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, Len Mayer, seeks authority to drill a gas well at an unorthodox location 990 feet from the North line and 990 feet from the East line of Section 32, Township 18 South, Range 26 East, NMPM, Atoka-Pennsylvanian Gas Pool, Eddy County, New Mexico.

(3) That the Special Rules and Regulations governing the Atoka-Pennsylvanian Gas Pool provide that each well completed or recompleted in the Atoka-Pennsylvanian Gas Pool shall be located in the northwest quarter or the southeast quarter of the section and shall be located no nearer than 990 feet to the outer boundary of the quarter section nor nearer than 330 feet to any governmental quarter-quarter section line.

(4) That the proposed location, in the NE/4 of said Section 32, is an off-pattern quarter section location.

-2-

CASE No. 3632

Order No. R-3304

(5) That the applicant proposes to dedicate the E/2 of the aforesaid Section 32 to the subject well.

(6) That the evidence indicates that a well drilled at the proposed non-standard location in the NE/4 of said Section 32 should encounter a thicker and more prolific pay section than a well drilled at a standard location.

(7) That the correlative rights of offset operators will be impaired if the subject well is assigned a standard allowable for the subject pool.

(8) That to offset the advantage to be gained over offset operators by the drilling of a well at the proposed non-standard location, the allowable for said well should be reduced.

(9) That approval of the proposed unorthodox location will not violate correlative rights and will afford the applicant the opportunity to produce his just and equitable share of the gas from the subject pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste, provided the subject well receives no more than 68.25 percent of a standard allowable for the Atoka-Pennsylvanian Gas Pool.

IT IS THEREFORE ORDERED:

(1) That the applicant, Len Mayer, is hereby authorized to drill a gas well at an unorthodox location 990 feet from the North line and 990 feet from the East line of Section 32, Township 18 South, Range 26 East, NMFM, Atoka-Pennsylvanian Gas Pool, Eddy County, New Mexico;

PROVIDED HOWEVER, that the subject well shall be assigned no more than 68.25 percent of a standard allowable for said pool.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

-3-  
CASE No. 3632  
Order No. R-3304

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

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

*[Signature]*  
DAVID F. CARGO, Chairman

*[Signature]*  
GUYTON B. HAYS, Member

*[Signature]*  
A. L. PORTER, Jr., Member & Secretary



esr/