BEFORE THE OIL CONSERVATION COMMISSION

OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF JACK L. McCLELLAN FOR CREATION
OF A NEW POOL AND THE ADOPTION
OF POOL RULES, CHAVES COUNTY,
NEW MEXICO

Case 4608

A P P L I C A T I O N

Comes now Jack L. McClellan and applies to the Oil
Conservation Commission of New Mexico for the creation of a
new pool for production of oil from the Siluro-Devonian for-
mation, and for the adoption of pool rules, including a pro-
vision for 80-acre spacing and proration units, Chaves County,
New Mexico, and in support thereof would show the Commission:

1. Applicant has drilled and completed his Bar-J
Federal Well No. 1, located 1980 feet from the North line, and
660 feet from the West line of Section 15, Township 6 South,
Range 27 East, N.M.P.M., Chaves County, New Mexico.

2. The well, which is located more than one mile from
the exterior boundaries of any pool producing from the same
formation, has been completed for production of oil from the
Siluro Devonian Formation, and is a discovery well in that
formation in the area involved.

3. Information presently available indicates that one
well will efficiently drain and develop not less than 80 acres.
Due to the high cost of wells in this newly-discovered pool,
and the return that can be anticipated from such wells, it is
not economically justified to drill more than one well on an
80-acre tract.

4. In order to determine more fully the area one well can be expected to drain and develop, and to prevent the drilling of unnecessary wells, temporary pool rules should be adopted for the pool, with a provision for 80-acre spacing and proration units.

WHEREFORE applicant prays that this application be set for hearing before the Commission or the Commission's duly appointed examiner, and that after notice and hearing as required by law the Commission enter its order creating a new pool and adopting pool rules as prayed for.

Respectfully submitted,

JACK L. McCLELLAN

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ATTORNEYS FOR APPLICANT