

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF PENNZOIL COMPANY FOR APPROVAL
OF AN UNORTHODOX OIL WELL LOCATION,
FOR THE CREATION OF A NEW STRAWN
OIL POOL, FOR PROMULGATION OF
SPECIAL RULES AND REGULATIONS,
INCLUDING 80-ACRE SPACING, FOR
DISCOVERY OIL ALLOWABLE,
LEA COUNTY, NEW MEXICO.

RECEIVED

AUG 2 1985

OIL CONSERVATION DIVISION

CASE: 8697

A P P L I C A T I O N

Comes now PENNZOIL COMPANY, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox oil well location 1300 feet FSL and 1650 feet FEL, Section 4, T17S, R37E, for its Viersen #2 well and for the creation of a new Strawn Oil Pool and for the promulgation of Special Rules and Regulations, including 80-acre spacing and proration units for said pool, and for a Discovery Oil Allowable for its Viersen #1 well located 660 feet FEL and 2130 feet FSL, Unit I, Section 4, T17S, R37E, NMPM, Lea County, New Mexico, and in support thereof would show:

1. Applicant is the operator of the Viersen #1 well, located in Unit I of said Section 4 and seeks the promulgation of a new pool and special pool rules to include:

- (a) 80-acre spacing and proration units; and
- (b) well locations not closer than 330 feet to an outer boundary of the spacing unit nor closer than 330 feet to any quarter-quarter section line.

2. The Viersen #1 well is completed in a new Strawn Pool and constitutes a new Strawn Oil Discovery pursuant to Division Rule 509.

3. Applicant further seeks authority to drill another well in said pool, at an unorthodox well location.

4. That the second well is to be named the Viersen #2 well and will be located 1300 feet FSL and 1650 feet FEL of said Section.

5. That approval of this application is in the best interests of conservation, the prevention of waste, and the protection of correlative rights.

Respectfully submitted:


W. Thomas Kellahin