B_ ORE 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. 4970 Order No. R-4561

APPLICATION OF ROBERT G. COX FOR DIRECTIONAL DRILLING, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 23, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>25th</u> day of June, 1973, 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, Robert G. Cox, is the owner and operator of the Federal "EA" Well No. 1, a crooked hole, the surface location of which is 330 feet from the North line and 330 feet from the West line of Section 12, Township 18 South, Range 27 East, NMPM, Empire-Abo Pool, Eddy County, New Mexico.

(3) That the subject well has deviated 23 feet to the South and 172 feet to the West of the surface location at a measured depth of 6050 feet (true vertical depth 6046 feet) in the Empire-Abo Pool.

(4) That because of mechanical difficulties applicantl. 151973 has been unable to complete said well to produce from the considered of Empire-Abo Pool at the aforesaid bottom-hole location.

(5) That the applicant proposes to set a whipstock at approximately 4,200 feet and to directionally drill in such a manner as to return the hole to the vertical, and to bottom said well at a depth of 6,200 feet approximately beneath the surface location in the Empire-Abo Pool. -2-Case No. 4970 Order No. R-4561

> (6) That the applicant should be required to determine the subsurface location of the bottom of the hole by means of a continuous multi-shot directional survey conducted subsequent to said directional drilling, if said well is to be completed as a producing well.

> (7) That approval of the subject application will prevent the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Robert G. Cox, is hereby authorized to reenter his Federal "EA" Well No. 1, the surface location of which is 330 feet from the North line and 330 feet from the West line of Section 12, Township 18 South, Range 27 East, NMPM, Empire-Abo Pool, Eddy County, New Mexico, and to set a whipstock at approximately 4,200 feet and to directionally drill said well to a depth of approximately 6,200 feet, bottoming the well in the Empire-Abo Pool at a point within 100 feet of the surface location.

PROVIDED HOWEVER, that subsequent to the above-described directional drilling should said well be a producer, a continuous multi-shot directional survey shall be made of the well bore from total depth to the whipstock point with shot points not more than 100 feet apart; that the operator shall cause the surveying company to forward a copy of the survey report directly to the Santa Fe Office of the Commission, Box 2088, Santa Fe, New Mexico, and that the operator shall notify the Commission's Artesia District Office of the date and time said survey is to be commenced.

(2) That Form C-105 shall be filed in accordance with Commission Rule 1108 and the operator shall indicate thereon true vertical depths in addition to measured depths.

(3) That the NW/4 NW/4 of said Section 12 shall be dedicated to the subject well.

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

DONE at Santa Fe, New Mexico, on the day and year herein-

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

SEAL