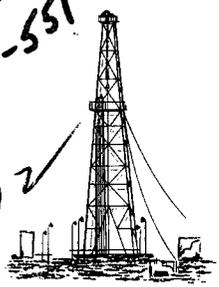


NSL -551
5-1-72



McCULLOCH OIL CORPORATION

501 WALL TOWERS EAST • MIDLAND, TEXAS 79701 • TELEPHONE: (915) 682-4336

April 7, 1972

ROBERT P. McCULLOCH
CHAIRMAN OF THE BOARD

Rule 5 of
R-2424



*Placed in Huber
April 11, 1972*

New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240

Attention: Mr. Joe D. Ramey

Re: In the matter of administrative approval for an Unorthodox location in the Fowler (Upper Yeso) Field.

Dear Sir:

McCulloch Oil Corporation, a Delaware Corporation whose principal offices are located at 10880 Wilshire Blvd., Los Angeles, California and who operates in New Mexico out of offices located at 501 Wall Towers East, Midland, Texas, respectfully requests approval for an unorthodox location for a well described below:

McCulloch Oil Corporation
Arco-Jamison Well No. 1-Y
330' FNL and 990' FWL of
Section 22, T24S, R37E, Lea County, New Mexico.

In support of the subject request, McCulloch Oil Corporation, hereinafter referred to as McCulloch, wishes to state the following facts.

1. By submittal of proper forms to the NMOCC, McCulloch announced their intention to re-enter a well drilled in 1953 by Sinclair known as their Jamison No. 4 located 554' FNL and 766' FWL of the section. An attempt to re-enter that well was commenced on February 24, 1972 and, after cleaning out to the top of 8 5/8" OD casing shot off at 1876' the old casing was re-entered, but several un-reported shot holes in the old casing caused the bit to get outside the casing at various depths and the project was abandoned on February 28, 1972.
2. A new location for the subject well was made 330' FNL and 990' FWL, a normal location for the Drinkard formation at the projected total depth of 6500', to which the well was drilled. Although the interpretation of the well surveys run in the subject well indicated the well could be productive in the object formation, the Drinkard, it was believed to

McCULLOCH OIL CORPORATION

- 2 -

be of marginal quality and the well was completed in the Blinebry formation between the depths of 5822-5503. This interval falls into the vertical and horizontal limits of the Fowler (Upper Yeso) Field which is prorated under special field rules not consistent with statewide rules on spacing.

3. The special field rules for the Fowler (Upper Yeso) Field set out normal spacing as being 150' from the center of each 40 acre tract included in each 80 acre proration unit. The subsequent completion of the subject well in an interval other than the original objective in an area prorated by special field rules causes the subject well to be an unorthodox location in the horizon from which it now produces.

THEREFORE, McCulloch respectfully requests administrative approval of the unorthodox location of the subject well and, by copy of this application, notify the offset operators of the subject lease, requesting that each offset operator execute and submit one copy of the enclosed waiver to the Commission signifying their approval of this request.

Yours very truly,



Earl R. Bruno
District Manager

ERB/kf

Enc.

RECEIVED

APR 11 1972

OIL CONSERVATION COMM.
HOBBS, N. M.

WAIVER FOR UNORTHODOX LOCATION

To: Oil Conservation Commission
State of New Mexico
P. O. Box 1980
Hobbs, New Mexico 88240

Subject Well: McCulloch Oil Corporation
Arco-Jamison Well No. 1-Y,
330' FNL & 990' FWL of Section,
Section 22, T24S, R37E, Lea County, New Mexico.

Field: This well is completed in the Brinebry formation
within the vertical and horizontal limits relative
to the Fowler (Upper Yeso) Field.

Gentlemen:

Please be advised that the undersigned has been notified as set out by the Rules and Regulations of The New Mexico Oil Conservation Commission that the above described well has been completed within the vertical and horizontal limits of the Fowler (Upper Yeso) Field in Lea County, New Mexico, and, by execution of this Waiver, signifies no objection to this location and McCulloch's request for the unorthodox location described above.

Date _____

Title

FOR: Gulf Oil Corporation
P. O. Box 670
Hobbs, New Mexico 88240

WAIVER FOR UNORTHODOX LOCATION

**To: Oil Conservation Commission
State of New Mexico
P. O. Box 1980
Hobbs, New Mexico 88240**

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Title

FOR: G. L. Buckles Co.
P. O. Box 145
Monahans, Texas 79756

WAIVER FOR UNORTHODOX LOCATION

To: Oil Conservation Commission
State of New Mexico
P. O. Box 1980
Hobbs, New Mexico 88240

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FOR: Shell Oil Company
P. O. Box 1509
Midland, Texas 79701

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State of New Mexico
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Title

**FOR: Texaco, Inc.
P. O. Box 728
Hobbs, New Mexico 88240**

WAIVER FOR UNORTHODOX LOCATION

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State of New Mexico
P. O. Box 1980
Hobbs, New Mexico 88240

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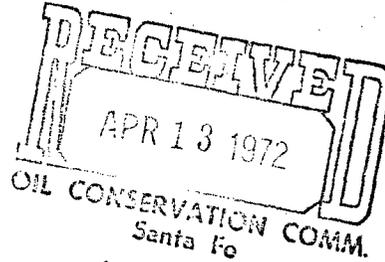
Date _____

Title

FOR: Amoco
P. O. Box 68
Hobbs, New Mexico 88240

WAIVER FOR UNORTHODOX LOCATION

To: Oil Conservation Commission
State of New Mexico
P. O. Box 1980
Hobbs, New Mexico 88240



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