119-17

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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF G. B. SUPPES, D. D. THOMAS, CARPER DRILLING CO., INC., AND THE TEXAS TRADING CO., INC. FOR APPROVAL OF AN UNORTHODOX WELL SPACING PLAND AND PRORATION PLAN FOR A PART OF THE SQUARE LAKES FIELD, EDDY COUNTY, N.M.

TO THE OIL CONSERVATION COMMISSION:

The petitioners hereby make application for approval of an unorthodox well spacing and proration plan to cover Sections 28, 33, and 34, T-16-S, R-30-E, Square Lakes Field Eddy County, New Mexico.

The petitioners present the following data:

(1) That this application cover only Sections 28, 33, and 34 T-16-S, R-3 ℓ -E, N.M.P.M., Eddy County on which are located presently producing oil wells as shown in black on the attached map.

(2) That said sections are divided into 80 acre tracts, as shown on map, and all said tracts are under oil and gas leases that have been assigned to the petitioners.

(3) That said 80 acre tracts are subject to the rules and regulations of the United States Geological Survey of the Department of Interior and that said Department makes no objection to this request as evidenced by the attached letter.

(4) That the petitioners desire permission to drill wells as follows; (a) Primary locations, or the locations to be drilled first, to be located 330 feet from the West line and 1370 feet from the North line of each 80 acfe tract and shown in red on the attached map, (b) Secondary locations, as shown in blue on the map, to be located 330 feet from the East line and 1270 feet from the North line of each 80 acre tract.

(5) If one or all of the petitioners do not wish to drill on a primary location but desire to drill their first unorthodox well on the secondary location of the 80 acre tract then they shall notify the nearest offset owner of their intemt, furnishing copies of such notice to both the U. S. Geological Survey and the Oil Conservation Commission, said offset owner then shall have 10 days from receipt of notice to protest to the request of the Oil Conservation Commission that a hearing be held. If the offset owner does not protest within that time then the petitioner shall have the right to drill on the secondary location without drilling the primary location first. (6) That the petitioners desire to obtain approval to drill these additional wells on unorthodox locations on the said 80 acre tracts for the reason that said wells will more efficiently drain the area and tend to prevent underground waste.

(7) That the proration plan to cover Sections 28, 33, and 34 be based on 80 units in order to allow for the more efficient operation of the wells, that is, each 80 acres be given two (40 acre) allowables, and permit the operator to produce this allowable in the most efficient manner to prevent waste.

(8) That said 80 acre tracts shall, after one unorthodox well is completed, be considered as one producing unit and that said 80 acre tract shall not be redivided into 40 acre units so long as one or more unorthodox wells are producing.

(9) That nothing in this petition or order to be issued granting the requests of this petition will require any extra or additional wells to be drilled by the petitioners, this application and petition is merely to obtain the Oil Conservation Commissions approval to drill the wells as shown on the attached map at the option and convenience of the petitioners.

IN WITNESS WHEREOF, the petitioners have hereunto set their hands and seals this <u>Jord</u> day of January, 1948.

G. B. SUPPES

By <u>SE</u> Kennedy, Agent

D. D. THOMAS

By, Whomas

CARPER DRILLING CO. INC.

By, Imery Carfer

TEXAS TRADING COMPANY INC.

By, <u>Ruth Deaton</u> Secretary