

BEFORE THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION COMMISSION OF THE
STATE OF NEW MEXICO FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 112

ORDER NO. 733

IN THE MATTER OF APPLICATION OF GRAY-
BURG OIL COMPANY OF NEW MEXICO FOR
PERMISSION TO PRODUCE WELL NO. 13-B
ON ITS KEELEY (FEDERAL) LEASE IN THE
NE $\frac{1}{4}$ OF SECTION 26, TOWNSHIP 17 SOUTH,
RANGE 29 EAST, N.M.P.M., IN THE GRAY-
BURG-JACKSON POOL, EDDY COUNTY, NEW
MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This matter came on regularly for hearing at 10 o'clock A.M., on October 15, 1947 at Santa Fe, New Mexico before the Oil Conservation Commission of New Mexico, hereinafter referred to as "the Commission".

NOW, on this 12th day of November 1947, the Commission having before it for consideration the testimony adduced at the hearing of said cause and being fully advised in the premises;

FINDS:

1. That due public notice having been given, the Commission has jurisdiction of the case and the subject matter thereof;
2. That well No. 13-B was authorized to be and was drilled as a wildcat test of deeper horizons and reached a total depth of 5076 feet without encountering oil or gas other than in the known pay horizon of the area.
3. That the Keeley 13-B well plugged back to the regular pay horizon at 3050 feet resulted in a producing well.
4. That the Supervisor of Oil and Gas Operations of the USGS in this area is agreeable to the producing of said well provided, however, the same is produced in conformity with the general and any special proration orders of this Commission.
5. That the evidence shows that no drainage inequities would be involved by production of five wells on the NE $\frac{1}{4}$ of Section 26, Township 17 south, Range 29 east, N.M.P.M.

IT IS THEREFORE ORDERED THAT:

1. The Keeley well No. 13-B located 1345 feet from the north line and 1295 feet from the east line of Section 26, Township 17 south, Range 29 East, N.M.P.M., may be produced as an oil well; provided, however that the total daily production of wells 1-B, 4-B, 7-B, 8-B and the subject well 13-B, all located on and produced from the NE $\frac{1}{4}$ of Section 26, Township 17 south, Range 29 East, N.M.P.M., shall not exceed the daily allowable for four forty-acre units as fixed, or which may hereafter be fixed, by the Commission for the Grayburg-Jackson pool, Eddy County, New Mexico.

IT IS FURTHER ORDERED THAT:

Jurisdiction of this case be retained by the Commission for the purpose of reviewing any engineering studies initiated with regard to the productive characteristics of the reservoir and which may be treated as additional evid-

ence in the future consideration of a more efficient well spacing pattern for the further development of the pool.

DONE at Santa Fe, New Mexico on the day and year hereinabove set forth.

OILS CONSERVATION COMMISSION

Thomas J. Mabry
Thomas J. Mabry, CHAIRMAN

John E. Miles
John E. Miles, MEMBER

R. R. Spurrier
R. R. SPURRIER, SECRETARY