119

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

TO THE CIL 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-30-E, NMPM, 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 abject 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 acre 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 intent, 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 and 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 30 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.

Respectfully submitted,

John M. Kelly/

donsulting Engineer for

the Petitioners. /

P. O. Box 371 January 27, 1948

Mr. John M. Kelly Box 5671 Roswell, New Mexico

> RE: Case No. 119 - Application for Approval of an Unorthodom Well Spacing Plan and Proration Plan for a Part of the Square Lakes Field.

Dear Mr. Helly:

This is to advise you that a Fearing was officially set yesterday for February 17, 1044, 10:00 a.m., Santa Fe, New Mexico.

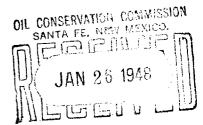
Your potition is now known as Case No. 119, and Notice of Publication has already been forwarded to the proper newspapers for publication.

Very truly yours,

Betty Wistrand, Chief Clerk

JOHN M. KELLY Box 5671 Roswell, New Mexico

January 23, 1948



Mr. R. R. Spurrier Oil Conservation Commission Santa Fe, New Mexico

Dear Mr. Spurrier:

I am enclosing a copy of the petition for an unorthodox well spacing and proration to cover a part of the Square Lakes Field, Eddy County, New Mex.

We would appreciate it if this application for a hearing be granted an early date in order that the petitioners may carry out their drilling program.

The location map and also a letter from the Department of Interior will be forwarded to you under separate cover.

I will appreciate a letter from you stating the exact date of the next Commission hearing, which I understand will be around February 15, 1948.

Kindest personal regards

Jøhn M. △elly

Encl.