

# 121

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION  
OF MALCO REFINERIES, INCORPORATED,  
DALE RESLER d/b/a RESLER OIL COMPANY,  
AND MARTIN YATES JR. FOR APPROVAL OF  
THE DEEPENING OF AN UNORTHODOX  
LOCATION

No. \_\_\_\_\_

TO THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF  
NEW MEXICO:

The Petitioners, herein appearing by their attorney,  
Donald S. Bush of Artesia, New Mexico, hereby make application  
for an order approving the deepening of an unorthodox location  
located 1070 feet from the South line and 1070 feet from the East  
line of Section 21, Township 18 South, Range 28 East, N.M.P.M.,  
Eddy County, New Mexico; said location being closer to the  
boundary lines of the units involved than is permitted by general  
rules and regulations, and in support thereof respectfully state  
as follows:

1. That said unorthodox location was known as the  
Flynn, Welch, and Yates State No. 24 well, and was previously  
completed to a total depth of 2200 feet on the 4th day of  
October, 1925, prior to the enactment of the Oil and Gas Conserva-  
tion Laws of the State of New Mexico.

2. That the unit on which said well was drilled is a  
part of that certain oil and gas lease No. 647, title to which,  
by subsequent assignments, has been lodged in Malco Refineries,  
Incorporated, Dale Resler d/b/a Resler Oil Company, and Martin  
Yates Jr., as co-owners.

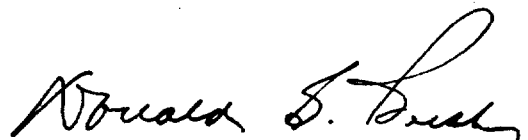
3. That your Petitioners desire to deepen said unorthodox  
location to a depth of approximately 2900 feet for the reason that  
the production of said well has been reduced below the economic  
limit of production and that by deepening said well, your  
Petitioners can more economically obtain the geological

information necessary to determine the feasibility of drilling said acreage to said lower depth.

4. That the owner of the forty acre unit, immediately adjacent on the Northwest of the unit affected by this Petition, makes no objections to the requests contained herein, as shown by the Waiver, hereto attached, marked Exhibit "A" and made a part hereof.

In consideration of the foregoing statements, your Petitioners respectfully request that the Commission give notice as required by the rules and regulations of the Commission; that a hearing of this matter be held; that the Petitioners be permitted to offer proof of the facts herein stated, and that the Commission make the following finding and order, to wit:

A. That the Commission execute an order authorizing your Petitioners to deepen the unorthodox location as herein stated.



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Donald S. Bush  
Artesia, New Mexico  
Attorney for Petitioners

W A I V E R

The undersigned, being the owner and operator of the 40 acre tract immediately adjacent on the Northwest to the acreage affected by the above Petition, do hereby make our general entry of appearance herein, expressly waive any objections to the requests made in said Petition, and consent to the orders requested therein without further notice to us.

Marian Welch.  
Marian Welch

Exhibit "A"