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ARTESIA, NEW MEXICO

March 26, 1948

Oil Conservation Commission State of New Mexico State Capitol Building Santa Fe, New Mexico

Attention: Mr. Spurrier

Gentlemen:

Enclosed herewith is application, in duplicate, of Kewanee Oil Company for order granting permission to drill one unorthodox location designated as well No. 35-B on that portion of its Baish B Lease described as the SW/4 SE/4 of Section 27, Township 17 South, Range 32 East, N.M.P.M.

At your earliest convenience will you please set a date for hearing this application and publish notice thereof and advise the undersigned of the time and place of hearing on this application.

The land upon which this location is desired is Federal land and, therefore, a copy of this application is being furnished Mr. Foster Morrell, Supervisor of the United States Geological Survey at Roswell, New Mexico.

It would be appreciated if hearing on this application would be held at the same time as on application for the four unorthodox locations on the Pearl Lease, which application is also being sent to you today.

Very truly yours

COOHRAN & SIEGENTHALER

John E. Cochran, Jr.

JEC:rm Encls

cc: Mr. Foster Morrell, Supervisor United States Geological Survey Roswell, New Mexico

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF KEWANEE OIL COMPANY FOR ORDER GRANT-ING PERMISSION TO DRILL ONE UNORTHODOX LOCATION DESIGNATED AS WELL NO. 35-B ON THAT PORTION OF ITS BAISH B LEASE DESCRIBED AS THE SW/4 SE/4 OF SECTION 27, TOWNSHIP 17 SOUTH, RANGE 32 EAST, N.M.P.M., IN LEA COUNTY, NEW MEXICO

APPLICATION

Kewanee Oil Company, applicant herein, is a corporation organized and existing under and by virtue of the laws of the State of Delaware, and is duly licensed to transact business in the State of New Mexico, and in connection herewith it respectfully shows to the Commission:

1. That applicant is the owner and holder of Federal Oil and Gas Lease Las Cruces Serial Number 057210(b) insofar as said lease covers the following described land situated in Lea County, State of New Mexico, to-wit:

NW/4, SW/4 NE/4, NE/4 NE/4 and S/2 of Section 27; and All of Section 28, Township 17 South, Range 32 East, N.M. P.M., containing 1200 acres, more or less.

2. That on that portion of the Baish B
Lease located in Section 27 there have been drilled
a total of sixteen wells and that at the present time

two of said wells are being used as input wells and the balance of said wells in Section 27 are producing wells; that all of said wells are located in what is known as the Maljamar Pool of Lea County, New Mexico and are all producing from what is known as the Maljamar Pay encountered at an approximate depth of 4,000 feet.

- 3. That Kewanee Oil Company knows from its experience in drilling wells on said tract to the Maljamar Pay that production of oil and gas can be obtained from what is designated as the Red Sand encountered at an approximate depth of 3,400 feet and which producing horizon in this area is designated as the Pearsall Pool.
- 4. Kewanee Oil Company desires to drill one Red Sand well on this tract, to be numbered and located as follows:

BAISH WELL NO. 35-B: In SW/4 SE/4 of Section 27, Township 17 South, Range 32 East, N.M.P.M., to be located 2606 feet West of the East Line and 1249 feet North of the South Line of said Section 27;

the location of said well being shown on the map attached hereto, marked Exhibit "A".

WHEREFORE, applicant prays that it be granted permission to drill the Red Sand well at the location hereinabove described on its Baish B Lease in Section 27; that the Commission set a date for hearing this application in accordance with its rules and regulations, and that upon presentation of this

application to the Commission that a proper order be entered granting permission to applicant to drill said well and that upon completion of the same, if productive, that it be granted an allowable separate from the other wells located upon the same tract which are producing from the Maljamar Pay.

COCHRAN & SIEGENTHALER

STATE OF NEW MEXICO) ; §§. COUNTY OF EDDY

John E. Cochran, Jr., being first duly sworn upon his oath deposes and states: That he is one of the attorneys for the applicant in the above and foregoing application and that he has read the same and from personal knowledge knows the matters therein contained to be true and correct, except such statements as are alleged upon information and belief and as to those, he verily believes them to be true; that this verification is made by him on behalf of Kewanee Oil Company because a representative or agent of Kewanee Oil Company is not available to sign this application.

SUBSCRIBED AND SWORN to before me this 2674

day of March, 1948.

Notary Public

My commission expires: April 15, 1950