BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF APPLICATION OF BASSETT & COLLIER FOR ORDER GRANTING PERMISSION TO DRILL UNORTHODOX LOCATION DESIGNATED AS WELL NO. 6, ON THAT PORTION OF THEIR WILLIAMS FEE ESTATE LEASE DESCRIBED AS THE NW/4 OF THE NE/4 OF SECTION 25, TOWNSHIP 18 SOUTH, RANGE 26 EAST, N.M.P. M., IN THE DAYTON POOL, EDDY COUNTY, NEW MEXICO.

NO.____

APPLICATION

BASSETT & COLLIER, a co-partnership composed of D. M. BASSETT and R. D. COLLIER, Applicants herein, of Artesia, New Mexico, in connection herewith, respectfully show to the Commission:

1. That Applicants are the operators and part owners of what is designated as their Williams Fee Estate Lease, covering the following described land, situated in Eddy County, State of New Mexico, to-wit:

N/2 of Section 25, Township 18 South, Range 26 East, N.M.P.M., and containing 320 acres, more or less.

2. That said tract of land hereinabove described is located in what is known as the Dayton Pool of Eddy County, New Mexico, and that there have been drilled on said tract a total of five wells; that four of said wells are producing, at the present time, from an oil bearing formation encountered in the Dayton Pool from a depth ranging from 980 feet to 1000 feet; that well No. 2 on this lease has been temporarily abandoned and is not producing at this time.

3. That during the month of November, 1948, Applicants herein employed a licensed land surveyor of Artesia, New Mexico, to stake locations for Williams Fee Estate Wells Nos. 5, 6 and 7; that the location for Well No. 6 was suppose to have been made 990 feet from the North Line and 2310 feet from the East Line of said Section 25; that locations for wells Nos. 5 and 7 were properly made at the locations desired, but when the location was made for Williams Fee Estate Well No. 6 that said licensed land surveyor, by mistake and through inadvertence, made said No. 6 well location 990 feet from the North Line and 2623 feet from the East Line of said Section 25, or only a distance of 17 feet from the West Line of the NW/4 of the NE/4 of said Section 25.

4. That after said locations were made, Applicants moved in a rig and drilled Williams Fee Estate Well No. 5, and that after setting casing on well No. 5, the drilling rig was moved to the location which the surveyor had made for Well No. 6 and drilling operations were commenced on Well No. 6. That said well was drilled to an approximate depth of 900 feet when Applicants discovered that the location for Well No. 6 had not been made, nor was it being drilled on a regular ten-acre location, and it was at that time that Applicants first discovered Well No. 6 to be located 990 feet from the North Line and 2623 feet from the East Line of said Section 25, or only a distance of 17 feet East of the West Line of the NW/4 of NE/4 of said Section 25, and that it

-2-

would be necessary, before proceeding with futher drilling and the completion of this well, that Applicants obtain from the Oil Conservation Commission a permit to drill this well as an unorthodox location. That Applicants, in order to protect the hole, drilled said well to a depth of 935 feet and ran and set 935 feet of seven inch, twenty pound Lapweld casing and cemented this string of casing with 125 sacks of cement. That as soon as the casing was set and cemented in this well drilling operations thereon were shut down and the well is standing at this depth with casing cemented therein at this time.

5. That Applicants desire to complete Williams Fee Estate Well No. 6 at its present location, and desire to be granted a permit for the drilling of this well as an unorthodox location, located 990 feet from the North Line and 2623 feet from the East Line of said Section 25.

6. Applicants further state that the royalty ownership under the 320 acre Williams Fee Estate Lease is uniform and that the present location of Well No. 6 and the location herein requested for said well, does not crowd any other lease lines.

7. Applicants further state that they are the Operators and part owners of the leases adjoining the Williams Fee Estate Lease on the North, the Northeast, the South and the West.

8. That in the event the Oil Conservation Com-

-3-

mission grants a permit for the drilling of Well No. 6 at the location hereinabove described, Applicants will execute and file a stipulation wherein they agree to treat the forty-acre tract upon which Well No. 6 is located and the forty-acre tract adjoining, described as the NE/4 of NW/4 of said Section 25, as a single unit for the purpose of assignment, and that neither of these forty-acre tracts will be separately assigned until such time as Well No. 6 shall have been properly plugged and abandoned.

WHEREFORE, Applicants pray that they be granted permission to drill Williams Fee Estate Well No. 6 at the location hereinabove described, shown on the map attached hereto, marked Exhibit "A"; that the Commission set a date for hearing this Application, in accordance with its rules and regulations, and that upon presentation of this Application, proper order be entered granting permission to Applicants to drill said Williams Fee Estate Well No. 6.

-4-

John E./Cochran

308 Carper Building Artesia, New Mexico Attorney for Bassett & Collier STATE OF NEW MEXICO) : ss. COUNTY OF EDDY)

JOHN E. COCHRAN, JR., being first duly sworn upon his oath, deposes and states: That he is attorney for the Applicants 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 BASSETT & COLLIER, a co-partnership composed of D. M. BASSETT and R. D. COLLIER, because neither D. M. Bassett or R. D. Collier are available to sign this Application.

SUBSCRIBED AND SWORN to before me this 19th day

-5-

of April, 1949.

Notary Public

My commission expires: April 15, 1950

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF APPLICATION OF BASSETT & COLLIER FOR ORDER GRANTING PERMISSION TO DRILL UNORTHODOX LOCATION DESIGNATED AS WELL NO. 6, ON THAT PORTION OF THEIR WILLIAMS FEE ESTATE LEASE DESCRIBED AS THE NW/4 OF THE NE/4 OF SECTION 25, TOWNSHIP 18 SOUTH, RANGE 26 EAST, N.M.P. M., IN THE DAYTON POOL, EDDY COUNTY, NEW MEXICO

NO. 186 ORDER NO.

STIPULATION

BASSETT & COLLIER, a co-partnership composed of D. M. BASSETT and R. D. COLLIER, do hereby stipulate, covenant and agree with the Oil Conservation Commission of the State of New Mexico. that in consideration of the Oil Conservation Commission granting permission to BASSETT & COLLIER to drill Williams Fee Estate Well No. 6 as an unorthodox location, to be located 990 feet from the North Line and 2623 feet from the East Line of said Section 25, Township 18 South, Range 26 East, that the NW/4 of the NE/4 of said Section 25 upon which said Well No. 6 is located, and the adjoining forty acre tract, described as the NE/4 of the NW/4 of said Section 25. shall henceforth and hereafter be considered as a single unit for the purpose of any assignment of oil and gas lease, covering said eighty acre tract, and that BASSETT & COLLIER agree that neither of these forty acre tracts shall be separately assigned by them to any person, firm or corporation until such time as Well No. 6 shall have been properly plugged and abandoned.

IN WITNESS WHEREOF, this Stipulation is executed on this <u>26</u> day of <u>May</u>, 1949, at Artesia, New Mexico.

> BASSETT & COLLIER, A Co-partnership,

llier By

LAW OFFICES

JOHN E. COCHRAN, JR. CARPER BUILDING ARTESIA, NEW MEXICO

April 19, 1949

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

Attention: Mr. R. R. Spurrier

Gentlemen:

Enclosed herewith is Application of Bassett & Collier, in triplicate, for an order granting permission to drill one unorthodox location on their Williams Fee Estate Lease, described as N/2 Section 25, Township 18 South, Range 26 East, N.M.P.M. in the Dayton Pool, Eddy County, New Mexico, which well has been drilled to a depth of 935 feet and casing set and cemented therein because of a mistake made by the Surveyor making the location for this well.

At your earliest convenience will you please set a time for hearing this Application and publish notice thereof, and advise me the date set for hearing on this Application.

> Very truly yours John E. Cochran, Jr.

JEC:rm Encls.