## APPLICATION BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Comes now, Champlin Refining Company on this 3d day of April 1952 and makes application to the Oil Conservation Commission of New Mexico for an order excepting its State "A" No. 1 NM well, located in the SW/4 SE/4 section 32, Township 10 South, Range 37 East, Lea County, New Mexico, in the Echol pool, from the provisions of Rule 505 of the Rules and Regulations of the Commission, and granting an allowable to said well equal to the allowable granted other wells now producing in the Echol pool. As its basis for the application, applicant states:

- 1. That on or about August 27, 1951 the Texas Company completed its State of New Mexico AR well No. 1 in the NE/4 SW/4 section 2, T.11 S, R.37 E, said well being 660 feet south of the north line of section 2. The tract on which this well was drilled included a lot composed of 18.52 acres on the north which was, by Order No. R-122 of the Commission, effective December 18, 1951, unitized as Lot 3 with the normal 40-acre tract, being the NE/4 SW/4 section 2 on which the well was drilled, and that this well has been granted an allowable based upon 49/40, or an acreage factor of 1.475.
- 2. That on or about March 2, 1952 Southern Production, Inc. completed its State A-1 well in the NW/4 SE/4 section 2, T.11 S, R.37 E, said well being located 1,267 feet south of the north line of section 2 at a point approximately in the north-south center of the tract, composed of Lot 2 and the NW/4 SE/4 section 2; that Southern Production, Inc. in Case 357, now pending before the Commission after hearing on April 15, seeks to unitize Lot 1 with the tract on which the well is drilled and will then receive an allowable of approximately 4/40, or an acreage factor of 1.475.
- 3. That the applicant on or about March 29, 1952 completed its State A-1 NM well at an orthodox location 660 feet north of the south line of section 32 in the SW/4 SE/4 section 32, T.10 S, R.37 E; that in the absence of an exception, said well would be given a normal unit allowable.
- 4. That the location of The Texas Company AR well at an unorthodox location 660 feet south of the north line of section 2, which is a long section with the additional allowable granted to it, results in drainage from the land of the applicant and adversely affects its correlative rights. Wherefor the applicant respectfully requests that the Commission set this application for public hearing at the May 20, 1952 regular hearing of the Commission and that due and proper notice be given as required by law, and that the Commission after hearing issue its order granting the application for the relief set out in the first paragraph herein.

CHAMPLIN REFINING COMPANY Enid, Oklahoma

By ATWOOD, MALONE AND CAMPBELL

JACK M. CAMPBELL