

BEFORE THE
OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

CASE 565: In the matter of the Application of Gulf Oil Corporation for permission to deviate from vertical its Lillie No. 2 Well, presently drilling at a surface location 750' south of north line and 560' east of west line, Section 23, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico; this directional drilling contemplated because of geologic trends established in obtaining production from Gulf's Lillie No. 1 Well 241' to the northwest; and to result, if effected, in the well's being bottomed at a point equivalent to a surface location 662.3 feet south of the north line and 329.5 feet east of the west line, Section 23, Township 24 South, Range 37 East, NMPM.

TRANSCRIPT OF HEARING

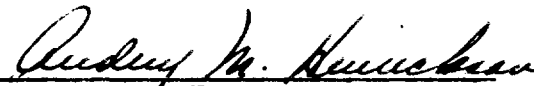
August 20, 1953

BEFORE: Honorable Ed. L. Mechem, Governor
Honorable M. S. Walker, Land Commissioner
Honorable R. R. Spurrier, Director, OCC

STATE OF NEW MEXICO)
) ss.
COUNTY OF LOS ALAMOS)

I hereby certify that the within transcript of proceedings before the Oil Conservation Commission is a true record of the same to the best of my knowledge, skill and ability.

TRANSCRIBED at Los Alamos, New Mexico this 1st day of September, 1953.


Audrey M. Henrickson
Notary Public

My commission expires September 22, 1955.

NEW MEXICO OIL CONSERVATION COMMISSION

Regular Hearing

9:00 a.m., August 20, 1953

MR. CAMPBELL: Jack Campbell of Roswell, New Mexico on behalf of the Gulf Oil Corporation, I would like to request that Case 565 be continued to the regular September hearing.

The practice of the Commission has been indicatedⁱⁿ prior applications and because of the ambiguous nature of the rule of the Commission involving deviation from vertical that the person choosing to deviate from the vertical requests permission from the Conservation Commission and proceeds to drill the well. In order to avoid two hearings, because seldom do these wells end up where they are contemplated, the Commission has followed the practice of authorizing that and at the time the well is completed, the applicant comes in and presents it to the Commission, - - - the necessary evidence. I assume that if the Commission was not satisfied, that all they would have to do would be refuse to give an allowable to the well.

That's the reason for the request for continuance. The well has not yet been completed.

MR. SPURRIER: Is there objection to Mr. Campbell's motion? Without objection, we will continue the case until September 17th. The next case on the docket is Case 566.

CASE 565: (Continued Case) Gulf's application for permission to deviate its Lillie No. 2 well, drilling at a surface location 750' S of N line and 560' E of W line, 23-24S-37E; this directional drilling contemplated because of geologic trends established in obtaining production from its Lillie No. 1 well 241' to the northwest, and to result, if effected, in the well's being bottomed at a point equivalent to a surface location 662.3' S of N line and 329.5' E of W line of Section 24.

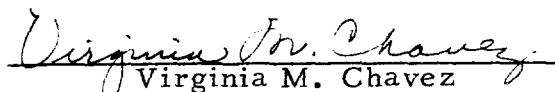
TRANSCRIPT OF HEARING
September 17, 1953

BEFORE: Honorable E. S. Walker, Land Commissioner
Honorable R. R. Spurrier, Secretary-Director, OCC

STATE OF NEW MEXICO)
COUNTY OF SANTA FE)ss.

I HEREBY CERTIFY That the within transcript of proceedings before the Oil Conservation Commission is a true record of the same to the best of my knowledge, skill and ability.

DONE at Santa Fe, New Mexico, this 21st day of September, 1953.


Virginia M. Chavez
Notary - Reporter

My Comm. Ex.:
August 8, 1956

CASE 565 (a continued case)

MR. SPURRIER: The meeting will come to order, please.
The next case on the docket is Case 565, which appears as Number 4.

(Mr. Graham reads the notice)

MR. SPURRIER: Mr. Campbell.

MR. CAMPBELL: If the Commission please, Jack M. Campbell of Roswell, New Mexico appearing for Gulf Oil Corporation, the applicant. May I first correct the Notice read - I believe it should be Section 23, I don't believe they are going to extend it quite that far. The last line of that should be Section 23. At the last hearing we requested a continuance of this case in view of the Commission's practice relative to these wells which are deviating from the vertical. The well has still not been completed and I would like to request, in behalf of the applicant, that this case be continued until the October hearing at which time, if it is a well, it will have been completed.

MR. GRAHAM: May I make a statement to the effect that I read from the docket and I have referred to the original advertisement and it shows Section 23.

MR. SPURRIER: Is there any one else to be heard in this case? Is there objection to Mr. Campbell's motion? If not, the case will be continued to October 15, the regular October hearing.