Care 809

EASLEY, QUINN & STOUT

106 EAST TAYLOR

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PR NEW MEXICO

MACK EASLEY NAINO NHOÍ LOWELL STOUT

TELEPHONE 3-4155

May 22, 1956

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

> Re: Application(for a non-standard gas proration unit to be assigned Makin Drilling Company's Warlick-Blinebry No. 2 in the Blinebry gas pool, Lea County, New Mexico

Gentlemen:

610 Makin Drilling Company wishes to make this application for an order under Rule R-50 which will establish a non-standard gas proration unit of 160 acres to be assigned to subject well. Makin Drilling Company requests that this matter be heard at the hearing of the Oil Conservation Commission on June 14, 1956.

In this connection Makin Drilling Company wishes to state:

- Makin Drilling Company is the operator of Makin Drilling Company's Warlick Blinebry No. well which is located in the NE/4 of the NE/4 of Section 19, Township 21 South, Range 37 East, Lea County, New Mexico. Said wellwas completed December, 1954.
- The non-standard proration unit Makin Drilling Company wishes to have assigned to subject well consists of 160 acres which is the N/2 of the NE/4 of Section 19, and the S/2 of the SE/4 of Section 18, all in Township 18 South, Range 37 East, Lea County, New Mexico. Subject well is located 990 feet from the North and 330 feet from the East corner of Section 19, Township 21 South, Range 37 East.
- The length or width of the proposed unit does not exceed 5280 feet. Makin Drilling Company has all working interest owners and overriding interest owners agreed upon signing of a communitization agreement upon approval by the Oil Conservation Commission of the non-standard proration unit with the exception of one overriding royalty interest owner, he being one Mr. Coates who owns a 1/64 overriding royalty interest.

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- The depth of the above described well which has been created is 6700 feet, and is produced from the Blinebry Gas Zone. All the acreage within the proposed unit may reasonably be presumed productive of gas.
- Makin Drilling Company believes that the granting of this Application is in the interest of conservation

and the protection of corresponding the same as that the same as the same as that the same as the s 6.

Makin Drilling Company therefore requests that a proper hearing be called for the purpose of hearing and granting this application.

Very truly yours,

EASIEY, QUINN & STOUT

Attorneys for Makin Drilling

Company

JQ:d

cc: Gulf Oil Company Roswell, New Mexico

> R. Olsen Oil Company Apco Tower Oklahoma City, Oklahoma

Amerada Oil Company Midland, Texas

Sunray-Midcontinent Roswell, New Mexico

Dixilan Drilling Company P.O.Box 3427 Odessa, Texas

C. MELVIN NEAL
W. D. GIRAND, JR.
J. W. NEAL

TELEPHONES: 3-5171 3-5172 P. O. BOX 1326

NEAL & GIRAND
LAWYERS
NEAL BUILDING
HOBBS, NEW MEXICO

March 22, 1955.

Read

Oil Conservation Commission, Santa Fe, New Mexico.

Attention: Mr. W. M. Macey.

Gentlemen:

We enclose herewith, in triplicate, amended Application of the Makin Drilling Company for the creation of a non-standard gas unit in the Blinebry Gas Pool and for approval of an unorthodox well location in said unit.

We would like very much for this Application to be heard at the April hearing date.

With best personal regards, we are

Very truly yours,

NEAL & GIRAND.

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G/bc Encls.

cc: Makin Drilling Company, 301 West Broadway Street, Hobbs, New Mexico. (w/copy)

Ohio Oil Company, Box 3128,

Houston, Texas (w/copy)

Attention: Mr. W. Hume Everett.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO.

AMENDED APPLICATION

IN THE MATTER OF THE APPLICATION OF MAKIN DRILLING COMPANY, A NEW MEXICO CORPORATION, FOR THE CREATION OF AN UNORTHODOX GAS PRORATION UNIT COMPRISED OF THE SOUTH HALF ($S\frac{1}{2}$) OF THE SOUTHEAST QUARTER ($SE\frac{1}{4}$) OF SECTION EIGHTEEN (18), AND THE NORTH ONE-HALF ($N\frac{1}{2}$) OF THE NORTHEAST QUARTER ($NE\frac{1}{4}$) OF SECTION NINETEEN (19), TOWNSHIP 21 SOUTH, RANGE 37 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO, LOCATED IN THE BLINEBRY GAS POOL, AND FOR AN EXCEPTION TO PARAGRAPH D OF RULE NO. 104 APPROVING THE WELL LOCATION ASSIGNED TO THE ABOVE UNIT LOCATED 990 FEET FROM THE NORTH LINE AND 330 FEET FROM THE EAST LINE OF SECTION NINETEEN (19), TOWNSHIP 21 SOUTH, RANGE 37 EAST, N.M.P. M., LEA COUNTY, NEW MEXICO.

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11.

COMES NOW Makin Drilling Company, a New Mexico corporation, with principal place of business in Hobbs, Lea County, New Mexico, and files this its Amended Application for the establishing of a non-standard gas proration unit located in the Blinebry Gas Pool comprised of the South Half $(S^{\frac{1}{2}})$ of the $SE^{\frac{1}{4}}$ of Section 18, and the North Half $(N^{\frac{1}{2}})$ of the $NE^{\frac{1}{4}}$ of Section 19, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico, and for an exception to Paragraph D of Rule No. 104, and in support thereof would respectfully show:

- 1. That the well to which said acreage is assigned is located 990 feet from the North line and 330 feet from the East line of Section 19, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico.
- 2. That the acreage assigned to said well is all contiguous quarter-quarter sections.

That it is the opinion of the applicant that all of the acreage assigned to the well under this Amended Application is capable of producing gas.

- 3. That it is not economically feasible to drill more than one well on the lands allocated to the proposed unit and the well located on the unit is capable of draining the area allocated thereto.
- 4. That the applicant has notified by registered mail all operators owning interest in quarter sections, in which the non-standard gas proration unit is situated, of applicant's intention to form such unit.
- 5. That the well was completed in the old well bore known as the Coats and Jackson Warlick No. 1 which was completed as a failure at the time of drilling and in this connection, applicant would show that the working interest under the $S^{\frac{1}{2}}$ of the $SE^{\frac{1}{4}}$ of Section 18, and the $N^{\frac{1}{2}}$ of the NE $^{\frac{1}{4}}$ of Section 19, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico, was procured from the respective owners upon the representation that the applicant would re-enter the old well bore of the Coats and Jackson Warlick No. 1 and would deepen said well so as to test the Tubbs formation. That after completing this obligation, applicant was able to plug back and complete the well as a gas well in the Blinebry Zone.

WHEREFORE, applicant prays that the Application be set for hearing and upon hearing, the Commission form a non-standard unit comprised of the $S^{\frac{1}{2}}$ of the $SE^{\frac{1}{4}}$ of Section 18, and the $N^{\frac{1}{2}}$ of the $NE^{\frac{1}{4}}$ of Section 19, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico, with the non-standard well location of 330 feet from the East line and 990 feet from the North line of Section 19, Township 21 South, Range 37 East, N.M.P.M., Lea County, New Mexico.

NEAL & GIRAND,

BY
Attorneys for Applicant,

(Hobbs, New Mexico).

G/bc