Case 1257

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF GREAT WESTERN DRILLING COMPANY FOR THE DETERMINATION OF ALLOWABLE OIL PRODUCTION IN THE SOUTH CARTER-SAN ANDRES POOL IN LEA COUNTY, NEW MEXICO.

Comes now Great Western Drilling Company, and hereby makes application for the determination by the Oil Conservation Commission of the State of New Mexico of a just and fair allowable for oil production in the South Carter-San Andres Pool in Lea County, New Mexico, and for grounds thereof would respectfully show unto the Commission:

1. That the South Carter-San Andres Pool in Lea County, New Mexico is located in a common source of supply with other lands lying outside of the State of New Mexico.

2. That as to the lands lying outside of the State of New Mexico in said pool, oil wells producing therefrom have been granted, by valid laws, rules and regulations, and allowable equal to 120 barrels of oil per day for each forty acre unit surrounding such wells, and as a result the standard New Mexico allowables would be unfair and unjust in this pool in view of the fact that drainage and loss of production would result.

3. That the entire South Carter-San Andres Pool is reasonably presumed to be productive of oil, and that the creation of a non-standard allowable for such pool will not cause waste or impair correlative rights, and that it will foster the conservation of oil in the pool involved and promote the best interests of the State of New Mexico.

4. That attached to this application and marked Exhibit "A" is a map of the area involved in this application showing the location of the various wells in said pool.

Respectfully submitted,

GREAT WESTERN DRILLING COMPANY

By\_ U Ú31 4 S. B. Christy, dividually for Hervey, Dow & Minkle Attorneys for the Applicant Box 547 Roswell, New Mexico