BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2556 Order No. R-2274

APPLICATION OF GULF OIL CORPORATION FOR APPROVAL OF AN UNORTHODOX OIL WELL LOCATION AND A DUAL COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 10, 1962, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>10th</u> day of July, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel 3. Nutter, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Gulf Oil Corporation, seeks permission to deepen its Lillie well No. 3, located 2310 feet from the North line and 330 feet from the west line of Section 23, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico, which well is presently completed in the Fowler-Fusselman Pool, and to complete said well as a dual completion (conventional) in the Fowler-Fusselman and Fowler-Ellenburger Pools with the production of oil to be through 2 1/2-inch and 2-inch tubing, respectively.

(3) That the location of the subject well is off-pattern for the Fowler-Ellenburger Pool which pool has been developed in an orderly manner with wells located in the NA/4 or SE/4 of the quarter section in which they are situated.

(4) That the completion of the subject well at an offpattern and unorthodox location would impair correlative rights.

(5) That the subject application should be denied.

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IT IS THEREFORE ORDERED:

(1) That the subject application is hereby denied.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

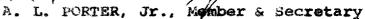
> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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E. S. ALKER, Member





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