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

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IN THE MATTER OF -

THE APPLICATION OF SOUTHWEST PRODUCTION COMPANY, a co-partnership, consisting of JOHN H. HILL and JOSEPH P. DRISCOLL, FOR AN UNORTHODOX WELL LOCATION AND A NON-STANDARD OIL PRORATION UNIT IN THE CHA CHA-GALLUP OIL POOL OF SAN JUAN COUNTY, NEW MEXICO, CONSISTING OF ALL THE LAND IN THE SOUTHWEST QUARTER (SW\(\frac{1}{4}\)) OF SECTION 16, TWP. 29 NORTH, RANGE 14 WEST, N.M.P.M., LYING NORTH OF THE CENTER OF THE SAN JUAN RIVER.

CASE NO. 223

### APPLICATION

Comes now the applicant, SOUTHWEST PRODUCTION COMPANY, a co-partnership consisting of John M. Hill and Joseph P. Driscoll, and alleges and states:

- l. That applicant is the owner of the oil and gas lease covering the captioned lands and desires to drill a well thereon to the Gallup Sand formation; that the above described land is a part of the Cha Cha Gallup Oil Pool in the above described county and State.
- 2. That the Commission has heretofore promulgated Order No. R-1867, in Case No. 2165, which granted an unorthodox well location and a non-standard unit on the application of Pan American Petroleum Corporation, which non-standard unit was for production of oil from the Gallup Sand in the above named pool and consisted of all of the land in the Southwest Quarter  $(SW_{\frac{1}{4}})$  of the above described section 16, which lies South of the center of the San Juan River, which land is all of the balance of the land in said Southwest Quarter  $(SW_{\frac{1}{4}})$ .

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- 3. That topographical conditions make it necessary that the well to be drilled on the above requested non-standard unit should be located 1850 feet North of the South line, and 330 feet East of the West line of the above described Section 16.
- 4. That applicant is entitled to have an order of this Commission establishing a non-standard proration unit, as above described, and granting permission to drill said well to the Gallup Sand formation underlying such unorthordox production unit at the location above stated.
- 5. That all of the land underlying theabove requested non-standard proration unit is underlaid by a producing section of the Cha Cha Gallup Oil sand and can reasonably be expected to produce oil from said formation.
- 6. That the names and addresses of all parties known to applicant who might be interested in this application are as follows:
  - 1. Pan American Petroleum Corporation Petroleum Center Building Corner Airport & Apache Streets Farmington, New Mexico

WHEREFORE, applicant prays that this application be set for hearing; that due notice thereof be given in accord with the rules of this Commission and the laws of the State of New Mexico; that upon hearing such application, from the evidence to be adduced, the Commission enter an order establishing a non-standard proration unit consisting of all the land in the Southwest Quarter ( $SW_4^1$ ) of Section 16, Township 29 North, Range 14 West, N.M.P.M., in San Juan County, New Mexico, lying North of the Center of the San Juan River, and granting permission for a well to be

drilled at a point 1850 feet North of the South line, and 330 feet East of the West line of the hereinbefore described Southwest Quarter ( $SW_{4}^{1}$ ) of Section 16, Township 29 North, Range 14 West.

SOUTHWEST PRODUCTION COMPANY, a copartnership, consisting of John H. Hill and Joseph P. Driscoll,

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ITS ATTORNEY
152 Petroleum Center Bldg.
Farmington, New Mexico

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## 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. 2165 Order No. R-1867

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION FOR TWO UNORTHODOX OIL WELL LOCATIONS AND A NON-STANDARD OIL PRORATION UNIT, CHA CHA-GALLUP OIL POOL, SAN JUAN COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 25, 1961, at Santa Fe, New Mexico, before Elvis A. Utz, 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 8th day of February, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Pan American Petroleum Corporation, proposes to locate its Navajo Tribal "E" Well No. 7 at an unorthodox location in the Cha Cha-Gallup Oil Pool at a point 250 feet from the South line and 800 feet from the West line of Section 16, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant further proposes to locate its Navajo Tribal "G" Well No. 5 at an unorthodox location in the Cha-Gallup Oil Pool at a point 1830 feet from the South line and 885 feet from the East line of Section 18, Township 29 North, Range 14 West, NMPM, San Juan County, New Mexico.
- (4) That the proposed unorthodox locations are necessitated by topographical conditions and by the applicant's desire to develop its acreage on a uniform pattern.
- (5) That the applicant further seeks an order establishing an 88.7-acre non-standard oil proration unit in the Cha-Gallup

-3-CASE No. 2165 Order No. R-1867

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

SEAL