

EARLE M. CRAIG, JR. CORPORATION

1400 TWO FIRST CITY CENTER
MIDLAND, TEXAS
915 682-8244

MAILING ADDRESS:
P. O. BOX 1351
MIDLAND, TEXAS 79702-1351

14 March, 1984⁵

State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention Richard L. Stamets

BEFORE COMMISSIONER OF THE OIL CONSERVATION DIVISION EXHIBIT NO. 1 CASE NO. 8590

Approval of Unorthodox
Well Location
Eddy County, New Mexico
EMCjr Corp - #1 Spitfire

Gentlemen:

Earle M. Craig, Jr. Corporation ("Craig") proposes to drill a 13,000' Wolfcamp test at a location 1,970' FNL and 670' FEL of Section 19, T-26-S, R-31-E, NMPM, Eddy County, New Mexico, which requires approval by the Commission under Rule 104F. We hereby request a hearing before the Oil Conservation Commission on the 10 April 1985 agenda, to obtain an order approving the proposed location.

The proposed 320-acre proration unit consists of N/2 of said section, to provide for optimum development of prospective acreage. Operators of proration or spacing units offsetting the proposed proration unit, as shown on the attached plat, have been notified by certified mail.

Three geologic maps, wireline log, cross-section, and a discussion of geologic conditions necessitating the proposed location are enclosed. We are obtaining waivers of objection from the offset operators. When we have received all waivers, we respectfully will request our application be granted approval administratively pursuant to Rule 104F (II) and (III) of Oil Conservation Division Rules and regulations. Subsequently, we then would request our cause to be dismissed from the 10 April 1985 agenda.

As the proposed leasehold situation requires our well be commenced in April, 1985, your prompt consideration is appreciated.

Very truly yours,

Steven R. Foy
Landman

OFFSET OPERATORS

Tracts 1, 2 and 3

Sohio Petroleum Company
Two Lincoln Centre
5420 LBJ Freeway, Suite 1000
Lock Box 03
Dallas, Texas 75240

Tract 4

(Above Stratigraphic Equivalent of
12,950' in Texas Pacific #1,
Phantom Draw Unit)-
Sun Exploration and Production Company
24 Smith Road
Sun Tower, Suite 600
Midland, Texas 79705

(Below Stratigraphic Equivalent of
12,950' in Texas Pacific #1,
Phantom Draw Unit)-
Union Oil Company of California
Box 3100
Midland, Texas 79701

Tract 5

Sun Exploration and Production Company
24 Smith Road
Sun Tower, Suite 600
Midland, Texas 79705

Tract 6

Amoco Production Company
P. O. Box 3092
Houston, Texas 77001

Attention Dan McQue

Tract 7

(Above Stratigraphic Equivalent of
12,950' in Texas Pacific #1,
Phantom Draw Unit)-
Earle M. Craig, Jr. Corporation
P. O. Box 1351
Midland, Texas 79702

(Below Stratigraphic Equivalent of
12,950' in Texas Pacific #1,
Phantom Draw Unit)-
Union Oil Company of California
Box 3100
Midland, Texas 79701

Monterey
Blaydes
TD.3972



13

18

17

5

1

4

3

Union
Phantom
Banks Unit-
Fed.
TD 4087

24

19

20

6

7

PHANTOM DRAW

Tex. Pacific **CRAIG** is
Phantom Draw **OPERATOR**
Unit-Fed.

2

7

TD 16976
P/B 13725

TD 5509

25

30

29



Tex. Pacific
Phantom Draw
Unit-Fed.
TD 12820

36

31

32