## STATE OF NEW MEXICO OIL CONSERVATION COMMISSION ENERGY AND MINERALS DEPARTMENT

RECEIVED

NOV : 1885

IN THE MATTER OF THE APPLICATION OF WILTON SCOTT FOR A NON-STANDARD OIL PRORATION UNIT AND UNORTHODOX OIL WELL LOCATION, LEA COUNTY, NEW MEXICO

OIL CONSERVATION , AVISION

Case <u>8774</u>

Comes now, WILTON SCOTT, by and through his undersigned attorneys, and hereby seeks an order creating a non-standard 40-acre oil proration unit in the Northeast Caudill-Wolfcamp Pool, Lea County, New Mexico, and approving an unorthodox oil well location for a well to be drilled on said unit.

- Wilton Scott is the owner of the SW<sup>1</sup>/<sub>4</sub> SW<sup>1</sup>/<sub>4</sub> of
   Section 1, Township 15 South, Range 36 East, NMPM, Northeast
   Caudill-Wolfcamp Pool, Lea County, New Mexico.
- 2. That by its Order No. R-7983, entered July 12, 1985, as amended by Order No. R-7983-B, dated October 15, 1985 the Oil Conservation Division promulgated temporary special pool rules for the Northeast Caudill-Wolfcamp Pool effective July 12, 1985.
- 3. That said special pool rules provide for 80-acre spacing and proration units comprising the N/2, S/2, E/2, or W/2 of a single governmental quarter section and well locations to be within 150 feet of the center of either 40-acre tract dedicated to the well.
- 4. That by its application filed with the Division on October 31, 1985, Union Texas Petroleum Corporation requested a hearing to consider approval of a 40-acre non-standard oil proration unit for its Scott Well No. 1,

located 1830 feet from the South line and 660 feet from the West line of Section 1, Township 15 South, Range 36 East, NMPM, Northeast Caudill-Wolfcamp Pool, Lea County, New Mexico, said non-standard unit to comprise the NW¼ SW¼ of said Section 1.

- 5. That approval of said non-standard proration unit will undedicate the SW¼ SW¼ of said Section 1, owned by the applicant herein, Wilton Scott, and will necessitate the drilling of a well by Scott in the SW¼ SW¼ of Section 1 and the dedication thereto of the SW¼ SW¼ of Section 1 to the well.
- 6. That there are dry holes in the NE¼ SW¼ and the SE¼ SW¼ of Section 1.
- 7. That said dry holes create doubt as to the productivity from the Wolfcamp formation of an unknown amount of acreage in each of their respective 40-acre tracts.
- 8. That according to studies made by Scott, there is serious doubt as to the ability of one well in the northeast Caudill-Wolfcamp Pool to efficiently and effectively drain 80-acres.
- 9. That in order to protect his correlative rights and prevent waste, it will be necessary for Scott to drill a well in the SW $\frac{1}{4}$  SW $\frac{1}{4}$  of Section 1 and dedicate said 40-acre tract thereto.
- 10. That there are two producing wells in the north-east Caudill-Wolfcamp Pool at the present time, the first being the aforesaid Union Texas Scott Well No. 1 and the second being the Apache Gilliam Well No. 1 located 1650

feet from the South line and 330 feet from the East line of Section 2, Township 15 South, Range 36 East, NMPM.

11. That in view of the locations of said wells as they relate to the SW¼ SW¼ of Section 1, an unorthodox location for his proposed well on the SW¼ SW¼ of Section 1 at the point 990 feet from the South line and 330 feet from the West line is deemed necessary to prevent waste and protect correlative rights.

WHEREFORE, Wilton Scott prays that this case be consolidated with his case requesting the reestablishment of 40-acre spacing for the Northeast Caudill-Wolfcamp Pool and the development of said pool pursuant to the statewide rules, and that if said statewide spacing and well locations be denied, an order approving the herein requested nonstandard proration unit and unorthodox location be entered, and granting such other and further relief as the Commission deems appropriate in the premises.

Respectfully submitted,

HINKLE, COX, EATON, COFFIELD

& HENSLEY

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## STATE OF NEW MEXICO OIL CONSERVATION COMMISSION ENERGY AND MINERALS DEPARTMENT

RECEIVED

NUV : 1935

IN THE MATTER OF THE APPLICATION OF WILTON SCOTT FOR A NON-STANDARD OIL PRORATION UNIT AND UNORTHODOX OIL WELL LOCATION, LEA COUNTY, NEW MEXICO

OIL CONSERVATION DIVISION

Case <u>8794</u>

Comes now, WILTON SCOTT, by and through his undersigned attorneys, and hereby seeks an order creating a non-standard 40-acre oil proration unit in the Northeast Caudill-Wolfcamp Pool, Lea County, New Mexico, and approving an unorthodox oil well location for a well to be drilled on said unit.

- Wilton Scott is the owner of the SW¼ SW¼ of
   Section 1, Township 15 South, Range 36 East, NMPM, Northeast
   Caudill-Wolfcamp Pool, Lea County, New Mexico.
- 2. That by its Order No. R-7983, entered July 12, 1985, as amended by Order No. R-7983-B, dated October 15, 1985 the Oil Conservation Division promulgated temporary special pool rules for the Northeast Caudill-Wolfcamp Pool effective July 12, 1985.
- 3. That said special pool rules provide for 80-acre spacing and proration units comprising the N/2, S/2, E/2, or W/2 of a single governmental quarter section and well locations to be within 150 feet of the center of either 40-acre tract dedicated to the well.
- 4. That by its application filed with the Division on October 31, 1985, Union Texas Petroleum Corporation requested a hearing to consider approval of a 40-acre non-standard oil proration unit for its Scott Well No. 1,

located 1830 feet from the South line and 660 feet from the West line of Section 1, Township 15 South, Range 36 East, NMPM, Northeast Caudill-Wolfcamp Pool, Lea County, New Mexico, said non-standard unit to comprise the NW¼ SW¼ of said Section 1.

- 5. That approval of said non-standard proration unit will undedicate the SW¼ SW¼ of said Section 1, owned by the applicant herein, Wilton Scott, and will necessitate the drilling of a well by Scott in the SW¼ SW¼ of Section 1 and the dedication thereto of the SW¼ SW¼ of Section 1 to the well.
- 6. That there are dry holes in the NE¼ SW¼ and the SE¼ SW¼ of Section 1.
- 7. That said dry holes create doubt as to the productivity from the Wolfcamp formation of an unknown amount of acreage in each of their respective 40-acre tracts.
- 8. That according to studies made by Scott, there is serious doubt as to the ability of one well in the northeast Caudill-Wolfcamp Pool to efficiently and effectively drain 80-acres.
- 9. That in order to protect his correlative rights and prevent waste, it will be necessary for Scott to drill a well in the SW $\frac{1}{4}$  SW $\frac{1}{4}$  of Section 1 and dedicate said 40-acre tract thereto.
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