STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

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GARREY CARRUTHERS

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9-19-88

POST OFFICE BOX 1990 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

ndf-2590

OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

RE: Proposed: MC DHC NSL NSP SWD WFX PMX

Gentlemen:

I have examined the application for the:

auton Enterprises Inc. El Zerro C Fed # 3-C 11-9-36 ergtor Lease & Well No. Unit S-T-R Operator

and my recommendations are as follows:

OK

Yours very truly, דד

Jerry Sexton Supervisor, District 1

/ed





September 12, 1988

State of New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

Re: Unorthodox Location - Allison Penn Field El Zorro "C" Federal No. 3-C Sec 11, T9S, R36E Lea County, New Mexico

Gentlemen:

We request approval of the captioned drilling location. Pool rules require wells to be drilled within 150 feet of the center of a forty acre unit. This location does not meet that requirement.

The two abandoned wells in this 80 acre proration unit are both in the center of the 40 acre units. A re-entry attempt was made on the well in the "C" unit but was not successful. The well in the "D" unit is in a condition which prohibits re-entry.

The captioned location is located near the center of the proration unit; not nearer to the lease line. It was necessary to locate at that point due to the three pipelines and the electric power lines located in the immediate vicinity which are indicated on the attached plat.

All offset operators are this date being notified of our request by copies of this letter. Your consideration is greatly appreciated.

Very truly yours,

LAYTON ENTERPRISES

Donald R. Layton President

xc: Bison Petroleum Corp. Discovery Operating, Inc. Petroleum Production Management, Inc.

NEW MEXICO DIL CONSERVATION COMMISSION WEF LOCATION AND ACREAGE DEDICATIO

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rorm C+102 Supersedes C-128 Effective 1-1-65

Layton Enterprises El Zoro Federal "C" 3 t Lette: Section Township Range County C 11 9S 36E Lea ual Footage Location of Well: 660 feet from the North line and 1430 feet from the West line und Level Elev. Producing Formation Pool Dedicated Acreage: 90			All distances must	be from the autor bound	teries of the pection	n .	
Classic Section Tweewake County GC 11 9S 36E County S60 for form the North Inserved 1430 restimen the West Inserved Allison Pool Allison Desiconer Average 80 J Allison Pool Allison Pool 80 J 1. Outline the acreage dedicated to the subject well by colored pareit on hachure marks on the plat below. 2. If more than one lesse is dedicated to the well, outline each and identify the ownership thereof (both as to wor interest and royally). 3. If more than one lesse is dedicated to the well, outline each and identify the ownership thereof (both as to wor interest and royally). 3. If more than one lesse of different ownership is dedicated to the well, bave the interests of all owners been consolidated (Use reverse sid this form interests) and the ownership is dedicated to the well be assigned to the well ustil all interests have been consolidated (by communitization, unitization, uniti a non-standard unit, eliminating such interests, has b	Lavton	Enterprise	19		o Federal'	"C"	
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