

Well File

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August 26, 1998

Charlotte Beeson, Regulatory Clerk
Spirit Energy, a Business Unit of Unocal
1004 North Big Spring
Post Office Box 3100
Midland, Texas 79702

Re: *Application for administrative approval of unorthodox locations and nonstandard spacing units for the Unocal Federal "17A" Well No. 1 and the Federal "17" Well No. 2, Bluit-San Andres Associated Pool, Section 17, Township 8 South, Range 38 East, NMPM, Roosevelt County, New Mexico*

Dear Charlotte:

Enclosed is Oil Conservation Division Order No. NSP-1692-A(L) approving the unorthodox well location and non-standard spacing unit for the Unocal Federal "17" Well No. 2.

The Division returned the application for the Federal "17A" Well No. 1 with a copy of Order No. R-4124, dated March 30, 1971 which approved the non-standard unit for this well. As you will note, this well is located within 150 feet of the center of a quarter-quarter section and therefore no additional Division approvals should be required.

Very truly yours,

WFC

WILLIAM F. CARR
WFC:mlh
Enc.

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. 4512
Order No. R-4124

APPLICATION OF UNION OIL COMPANY OF
CALIFORNIA FOR REDEDICATION OF ACREAGE
AND A NON-STANDARD PRORATION UNIT,
ROOSEVELT COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 17, 1971,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 30th day of March, 1971, the Commission,
a quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, 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, Union Oil Company of California,
seeks approval of an 80-acre non-standard oil proration unit in
the Bluitt-San Andres Associated Pool comprising the NW/4 SE/4
and the SW/4 NE/4 of Section 17, Township 8 South, Range 38 East,
NMPM, Roosevelt County, New Mexico, to be dedicated to its
Federal 17-A Well No. 1 located in the NW/4 SE/4 of said Section
17.
- (3) That a standard 80-acre proration unit comprising the
N/2 SE/4 of said Section 17 is presently dedicated to the subject
well.
- (4) That if the above-described request is granted, the
applicant proposes to drill a well in the SE/4 SE/4 of said

Section 17 and to dedicate to the well a standard 80-acre proration unit comprising the E/2 SE/4 of said Section 17.

(5) That the entire non-standard oil proration unit requested by the applicant may reasonably be presumed to be productive of oil from the Bluitt-San Andres Associated Pool and can be efficiently and economically drained and developed by its Federal 17-A Well No. 1.

(6) That the ownership is common throughout the E/2 of said Section 17.

(7) That approval of the 80-acre non-standard oil proration unit as requested will afford the applicant the opportunity to produce its just and equitable share of the oil in the Bluitt-San Andres Associated Pool underlying the E/2 of said Section 17, will prevent the economic loss caused by the drilling of unnecessary wells, will avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That, effective April 1, 1971, an 80-acre non-standard oil proration unit in the Bluitt-San Andres Associated Pool comprising the NW/4 SE/4 and the SW/4 NE/4 of Section 17, Township 8 South, Range 38 East, NMPM, Roosevelt County, New Mexico, is hereby established and dedicated to the Union Oil Company Federal 17-A Well No. 1 located in the NW/4 SE/4 of said Section 17.

(2) That the operator of the above-described well shall file an amended Form C-102, in accordance with Commission Rule 1102, with the Hobbs Office of the Commission or or before April 1, 1971, dedicating the above-described acreage to the subject well.

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

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CASE NO. 4512
Order No. R-4124

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

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

S E A L

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