



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

5-6-93

BRUCE KING
GOVERNOR

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

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

782-3251

RE: Proposed:

MC _____
DHC _____
NSL X _____
NSP _____
SWD _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Hanson Operating Co. Inc. Junction Federal #1-K 17-8-37
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

OK

Yours very truly,

Jerry Sexton
Jerry Sexton
Supervisor, District 1

/ed



HANSON OPERATING COMPANY, INC.

P.O. BOX 1515

ROSWELL, NEW MEXICO 88202-1515

PHONE AC 505-622-7330

April 19, 1993

New Mexico Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

Attention: Mr. Mike Stogner

Re: JUNCTION FEDERAL #1 WELL
Section 17, T8S, R37E
Roosevelt County, New Mexico

Dear Mr. Stogner:

The above captioned well was drilled as a Devonian-Wildcat, located 1650'FSL and 1650'FWL, NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 17. The Devonian was tested on March 17, 1993 and plugged back to the Bough "C" formation. 5 $\frac{1}{2}$ " casing was set through the Bough "C" and a completion attempt has been initiated.

This well falls within one mile of the Allison-Penn Pool and is therefore, subject to its rules and spacing. This pool is set up on 80-acre spacing and provides the initial location to be 150 feet from the center of either the NW or SE of the quarter-section in which the well is located.

Since the above captioned well is in the NESW of the quarter-section, it is unorthodox for the Allison-Penn Pool rules. Hanson Operating Company, Inc. is requesting administrative approval to place this well in the Allison-Penn Pool subject to its rules. Future Bough "C" development will comply with the Allison-Penn Pool rules.

Attached is a listing of all offset operators who received this letter. If you have any questions or need additional information, please do not hesitate to contact me.

Thank you.

Sincerely,

HANSON OPERATING COMPANY, INC.

David Sweeney
Drilling & Production Superintendent

DS:bc
Attachment

RECEIVED

MAY 04 1993

OGD HORBS OFFICE

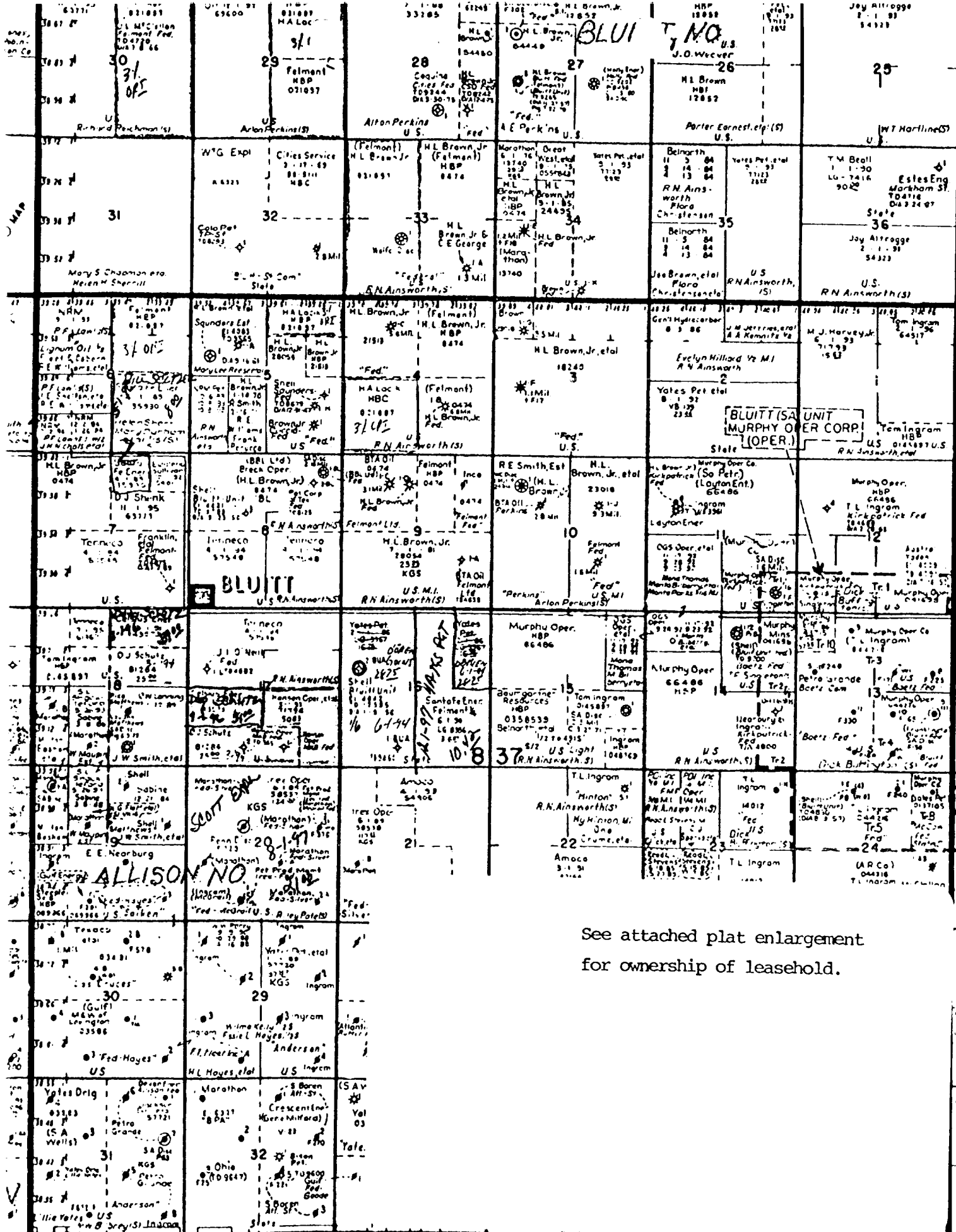
T85, R37E

[illegible]

RECEIVED

MAY 04 1993

OCD HORSS OFFICE



See attached plat enlargement
for ownership of leasehold.

J U N C T I O N F E D E R A L # 1

Section 17
Township 8 South, Range 37 East
Roosevelt County, New Mexico

Copy of Application to NMOCD relative to above captioned well dated April 19, 1993 sent to the following:

FINA OIL & CHEMICAL COMPANY
Attention: Mr. Mark Landson
14950 Heathrow Forest Parkway
Suite 300
Houston, Texas 77032

