

OIL CONSERVATION COMMISSION
DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 4/22/77

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

I have examined the application dated _____
for the Shirley L. Co. Tract Acreage Unit #418 29-21-37
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Yours very truly,

Gulf Energy and Minerals Company-U.S.

PRODUCTION DEPARTMENT
HOBBS AREA

C. D. Borland
AREA PRODUCTION MANAGER

P. O. Box 670
Hobbs, New Mexico 88240

Mr. Joe D. Ramey
New Mexico Oil Conservation Commission
Post Office Box 2088
Santa Fe, New Mexico 87501

Dear Sir:

Gulf Oil Corporation respectfully requests your Administrative approval to drill a development well in the Drinkard Pool at an unorthodox location. It is proposed to drill Central Drinkard Unit Well No. 418, located 1335' from the South line and 1335' from the East line of Section 29, Township 21-S, Range 37, East, Lea County, New Mexico as shown on the attached plat. The following facts are submitted in support of this application.

1. Commission Order No. R-5030 established procedures for completing additional Central Drinkard wells as a result of a Hearing held May 14, 1975.
2. This unorthodox location is necessitated by reservoir considerations. In order to proceed with development of the Upper Drinkard gas pay, to prevent drainage of the Unit area by offsetting wells and avoid interference with the existing waterflood of the oil zone, which is necessary for the prevention of waste, this well must be located as shown on the attached plat.
3. This location is not closer than the standard location distance of 330' to the Unit boundary.
4. Commission forms C-101 and C-102 have been submitted to the Hobbs District Office of the New Mexico Oil Conservation Commission.

Yours truly,



C. D. BORLAND

DTB:lwd
cc: NMOCC, Hobbs
CFK Midland



