

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 6623  
Order No. R-6098

APPLICATION OF PENROC OIL  
CORPORATION FOR APPROVAL OF INFILL  
DRILLING AND SIMULTANEOUS DEDICATION,  
EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 8, 1979,  
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 10th day of September, 1979, the Division  
Director, 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 Division has jurisdiction of this cause and the  
subject matter thereof.

(2) That the applicant, Penroc Oil Corporation, seeks a  
waiver of existing well spacing requirements and a finding that  
the recompletion in the Winchester-Morrow Gas Pool of its Dero  
"A" Federal Com Well No. 1 located in Unit N of Section 35, Town-  
ship 19 South, Range 28 East, is necessary to effectively and  
efficiently drain that portion of the proration unit which  
cannot be so drained by the existing well.

(3) That the applicant further seeks to simultaneously  
dedicate an existing 320-acre spacing and proration unit con-  
sisting of the S/2 of said Section 35 to said Dero A Federal Com  
Well No. 1 and to its Dero Federal Com Well No. 1 located in  
Unit P of said Section 35, Winchester-Morrow Gas Pool.

(4) That provided the applicant renames and renumbers said  
well in a logical and orderly manner, said simultaneous dedica-  
tion should be approved.

Ed/

S E A L

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION  
JOE D. RAMSEY  
Director

- DONE at Santa Fe, New Mexico, on the day and year herein-  
above designated.
- (3) That jurisdiction of this cause is retained for the  
entry of such further orders as the Division may deem necessary.
- (2) That the portion of the subject application seeking a  
finding that the recompletion of said Dero A Federal Com Well  
No. 1 is necessary to drain the proration unit is hereby  
dismissed.
- PROVIDED HOWEVER, that prior to such simultaneous dedica-  
tion the applicant shall rename and renumber said wells in a  
logical and orderly manner as may be approved by the supervisor  
of the Division's district office in Artesia.
- (1) That the applicant, Penroc Oil Corporation, is hereby  
authorized to simultaneously dedicate its Dero A Federal Com  
Well No. 1 located in Unit N and its Dero Federal Com Well No.  
1 located in Unit P, both in Section 35, Township 19 South,  
Range 28 East, to a standard 320-acre gas spacing unit consist-  
ing of the S/2 of said Section 35, Winchester-Morrow Gas Pool,  
Bddy County, New Mexico.
- IT IS THEREFORE ORDERED:
- (5) That the applicant's request for dismissal of that  
part of this case seeking findings that the recompletion of  
said Dero A Federal Com Well No. 1 is necessary to effectively  
and efficiently drain the proration unit should be granted.