

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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

CASE NO. 7632
Order No. R-7055

APPLICATION OF AZTEC ENERGY CORPORATION
FOR A NON-STANDARD PRORATION UNIT,
RIO ARriba COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 4, 1982,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 10th day of August, 1982, 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, Aztec Energy Corporation, seeks
approval of a 160-acre non-standard proration unit comprising
the SE/4 SE/4 of Section 5 and the E/2 NE/4 and SW/4 NE/4 of
Section 8, Township 23 North, Range 6 West, NMPM, to be
dedicated to its Dever Well No. 1 located in Unit A of said
Section 8.

(3) That the entire non-standard proration unit may
reasonably be presumed productive from the Counselors-Gallup Oil
Pool and that the entire non-standard proration unit can be
efficiently and economically drained and developed by the
aforesaid well.

(4) That approval of the subject application will afford
the applicant the opportunity to produce its just and equitable
share of the oil and gas in the Counselors-Gallup Oil Pool, will
prevent the economic loss caused by the drilling of unnecessary
wells, avoid the augmentation of risk arising from the drilling
of an excessive number of wells, and will otherwise prevent
waste and protect correlative rights.



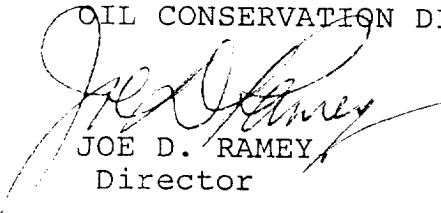
IT IS THEREFORE ORDERED:

(1) That Aztec Energy Corporation is hereby authorized a 160-acre non-standard proration unit in the Counselors-Gallup Oil Pool comprising the SE/4 SE/4 of Section 5, and the E/2 NE/4 and SW/4 NE/4 of Section 8, Township 23 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, to be dedicated to its Dever Well No. 1, located in Unit A of said Section 8.

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

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

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