BEFORE THE OTL COMSERVATION 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. 5894 Order No. R-5414

APPLICATION OF CONSOLIDATED OIL & GAS, INC. FOR AN UNORTHODOX GAS WELL LOCATION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 6, 1977, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 12th day of April, 1977, 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, Consolidated Oil & Gas, Inc., seeks approval of an unorthodox gas well location for its <u>Jicarilla 34</u> Well No. 5 at a point 790 feet from the South line and 1850 feet from the East line of Section 34, Township 26 North, Range 3 West, NMPM, to test the Mesaverde formation, Blanco-Mesaverde Pool, Rio Arriba County, New Mexico.
- (3) That the E/2 of said Section 34 is to be dedicated to the well.
- (4) That a well at said unorthodox location will better enable applicant to produce the gas underlying the proration unit.
- (5) That no offset operator objected to the proposed unorthodox location.

Janes files Vanel files Open files Kardier, (6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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 an unorthodox gas well location for the Mesaverde formation is hereby approved for the Consolidated Oil & Gas, Inc. Jicarilla 34 Well No. 5 to be located at a point 790 feet from the South line and 1850 feet from the East line of Section 34, Township 26 North, Range 3 West, NMPM, Blanco Mesaverde Pool, Rio Arriba County, New Mexico.
- (2) That the E/2 of said Section 34 shall be dedicated to the above-described well.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

JOE D. RAMEY, Member & Secretary

SEAL

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