

STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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

CASE NO. 12026
Order No. R-11038

APPLICATION OF BURLINGTON RESOURCES OIL & GAS COMPANY FOR A NON-STANDARD SUBSURFACE GAS WELL LOCATION/PRODUCING AREA, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on August 20, 1998, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 25th day of August, 1998, the Division Director, having considered the record and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice having been given, the Division has jurisdiction of this case and its subject matter.

(2) The applicant, Burlington Resources Oil & Gas Company, seeks approval for a non-standard subsurface gas well location/producing area for the Wolfcamp formation, within a standard 320-acre gas spacing and proration unit comprising the S/2 of Section 10, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico, said unit to be dedicated to its Corral Draw "10" Federal Well No. 1 to be drilled from a surface location 800 feet from the South line and 1650 feet from the West line (Unit N) of Section 10, to an unorthodox bottomhole location that is no closer than (i) 660 feet from the north boundary of the subject 320-acre tract; (ii) 660 feet from the South line of Section 10; (iii) 1650 feet to the East line of Section 10; nor (iv) 1500 feet to the West line of Section 10.

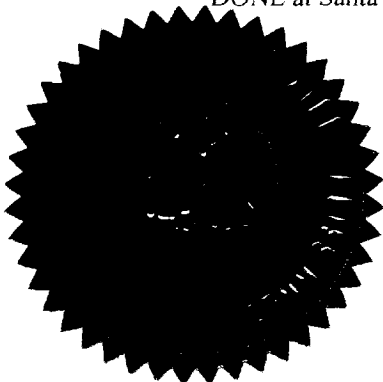
(3) Prior to the hearing, the Division approved the subject application administratively by Order No. NSL-4105(BHL) dated August 11, 1998.

(4) This case should be dismissed.

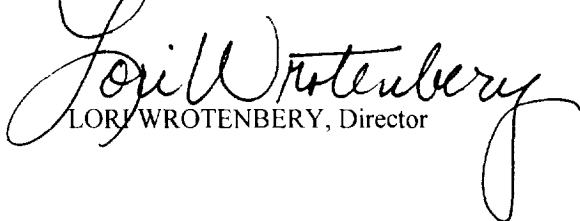
IT IS THEREFORE ORDERED THAT:

(1) Case No. 12026 is hereby dismissed.

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



STATE OF NEW MEXICO
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LORI WROTENBERY, Director