Entered Recember 8, 1972 asp.

BEFORE THE OIL CONSERVATION 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. 4857 Order No. R-4448

APPLICATION OF PERRY R. BASS FOR AN UNORTHODOX LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 14, 1972, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>8th</u> day of December, 1972, 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, Perry R. Bass, seeks an exception to Rule 104 of the Commission Rules and Regulations for approval of an unorthodox gas well location for his Big Eddy Well No. 7, 660 feet from the South line and 1980 feet from the East line of Section 19, Township 20 South, Range 31 East, NMPM, Maroon Cliffs-Morrow Gas Pool, Eddy County, New Mexico.

(3) That said well is an old producing well recompleted from the Strawn formation into the Morrow formation.

(4) That the E/2 of said Section 19 is to be dedicated to the well.

(5) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Maroon Cliffs-Morrow Gas 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. -2-Case No. 4857 Order No. R-4448

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location for the Morrow formation is hereby approved for the Perry R. Bass Big Eddy Well No. 7, Maroon Cliffs-Morrow Gas Pool, at a point 660 feet from the South line and 1980 feet from the East line of said Section 19, Township 20 South, Range 31 East, NMPM, Eddy County, New Mexico, as an exception to Rule 104 of the Commission Rules and Regulations.

(2) That the E/2 of said Section 19 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 Chairman RICE KING ARMÍJO Member

. L. PORTER, Jr., Member & Secretary

SEAL

dr/