

Entered June 18, 1980
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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. 6915
Order No. R-6380

APPLICATION OF JAKE L. HAMON
FOR A NON-STANDARD GAS PRORATION
UNIT AND AN UNORTHODOX WELL
LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 4, 1980,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 18th day of June, 1980, 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, Jake L. Hamon, seeks approval of
a 320-acre non-standard gas proration unit comprising the S/2
of Section 8, Township 20 South, Range 36 East, NMPM, North
Osudo-Morrow Gas Pool, to be dedicated to a well to be drilled
at an unorthodox location 660 feet from the South line and 1980
feet from the West line of said Section 8.
- (3) That the entire non-standard proration unit may reason-
ably be presumed productive of gas from the North Osudo-Morrow
Gas Pool and that the entire non-standard gas proration unit
can be efficiently and economically drained and developed by the
aforesaid well.
- (4) That no offset operator objected to the proposed un-
orthodox location and non-standard proration unit.

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(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 North Osudo-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.

IT IS THEREFORE ORDERED:

(1) That a 320-acre non-standard gas proration unit in the North Osudo-Morrow Gas Pool comprising the S/2 of Section 8, Township 20 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to a well to be drilled at an unorthodox location 660 feet from the South line and 1980 feet from the West line 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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