

Entered May 24, 1982
JHR

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. 7570
Order No. R-6983

APPLICATION OF J. CLEO THOMPSON
FOR THREE UNORTHODOX OIL WELL
LOCATIONS, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 12, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 24th day of May, 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, J. Cleo Thompson, seeks approval for three unorthodox well locations, being 660 feet from the North line and 1330 feet from the West line; 660 feet from the North line and 2630 feet from the East line; and 660 feet from the North line and 1310 feet from the East line, all in Section 2, Township 17 South, Range 30 East, NMPM, Square Lake Pool, Eddy County, New Mexico.

(3) That the NE/4 NW/4, NW/4 NE/4, and the NE/4 NE/4 of said Section 2 shall be dedicated, respectively, to said wells.

(4) That wells at said unorthodox locations will better enable applicant to produce the oil underlying the proration unit.

(5) That no offset operator objected to the proposed unorthodox locations.

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(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil 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:

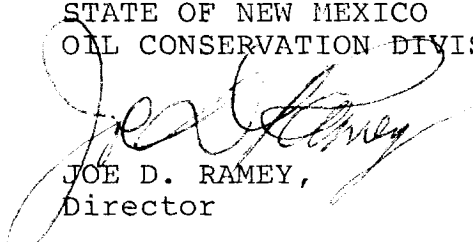
(1) That the application of J. Cleo Thompson for three unorthodox well locations, being 660 feet from the North line and 1330 feet from the West line; 660 feet from the North line and 2630 feet from the East line; and 660 feet from the North line and 1310 feet from the East line, all in Section 2, Township 17 South, Range 30 East, NMPM, Square Lake Pool, is hereby approved.

(2) That the NE/4 NW/4, NW/4 NE/4, and NE/4 NE/4 of said Section 2 shall be dedicated, respectively, to the above-described wells.

(3) 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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