

Entered December 19, 1983
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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. 8023
Order No. R-7414

APPLICATION OF MARKS AND GARNER
PRODUCTION COMPANY FOR AN UNORTHODOX
LOCATION, LEA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on December 15, 1983, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 19th day of December, 1983, 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, Marks and Garner Production Company, seeks approval of an unorthodox oil well location for its San Simon Well No. 3 to be located 2555 feet from the South line and 1500 feet from the West line of Section 7, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico, to test the Wilson Yates-Seven Rivers Pool.

(3) That the NE/4 SW/4 of said Section 7 is to be dedicated to the well.

(4) That a well at said unorthodox location will better enable applicant to produce the oil underlying the proration unit.

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

(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 affected 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 oil well location for the Seven Rivers formation is hereby approved for the Marks and Garner Production Company's San Simon Well No. 3 to be drilled at a point 2555 feet from the South line and 1500 feet from the West line of Section 7, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico.

(2) That the NE/4 SW/4 of said Section 7 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 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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