

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. 8609
Order No. R-8069

APPLICATION OF HONDO DRILLING
COMPANY FOR HARDSHIP GAS WELL
CLASSIFICATION, EDDY COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on July 2, 1985,
at Santa Fe, New Mexico, before Examiner Gilbert P. Quintana.

NOW, on this 31st day of October, 1985, the Division
Director, having considered the testimony, the record, and
the recommendations of the Examiner, and being fully advised
in the premises,

FINDS THAT:

(1) Due public notice having been given as required by
law, the Division has jurisdiction of this cause and the
subject matter thereof.

(2) The evidence in Cases 8609, 8610, and 8611 was
combined for purposes of testimony.

(3) The applicant, Hondo Drilling Company, seeks a
determination that its Union Texas State Com Well No. 1,
located 660 feet from the South line and 1980 feet from the
West line of Section 17, Township 19 South, Range 29 East,
NMPM, Eddy County, New Mexico, is a hardship gas well which
should be granted priority access to pipeline takes in order
to avoid waste.

(4) The evidence presented by the applicant was insuf-
ficient or inconclusive in showing that waste had occurred
or would occur if the well were not granted a hardship
classification.

(5) The applicant's request to grant the Union Texas
State Com Well No. 1 a hardship gas well classification
should be denied.

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IT IS THEREFORE ORDERED THAT:

(1) The application of Hondo Drilling Company for a hardship gas well classification for its Union Texas State Com Well No. 1 located in Unit N of Section 17, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico, is hereby denied.

(2) 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



R. L. STAMETS
Director

S E A L

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