STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 9302 Order No. R-8602

APPLICATION OF CURTIS J. LITTLE OIL AND GAS FOR A NON-STANDARD OIL PRORATION UNIT, RIO ARRIBA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on February 3, 1988, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 16th day of February, 1988, 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 applicant, Curtis J. Little Oil and Gas, seeks approval of an 80-acre non-standard oil spacing and proration unit comprising the SW/4 NE/4 and SE/4 NW/4 of Irregular Section 1, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, to be dedicated to its Hurt Federal Well No. 1, located 2900 feet from the North line and 1650 feet from the East line (Unit G) of said Section 1.
- (3) The entire non-standard proration unit may reasonably be presumed productive of oil from the West Lindrith Gallup-Dakota Oil Pool and the entire non-standard oil proration unit can be efficiently and economically drained and developed by the aforesaid well.
- (4) Approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the oil in the West Lindrith Gallup-Dakota Oil Pool, will prevent the economic loss

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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 THAT:

- (1) Upon application of Curtis J. Little Oil and Gas an 80-acre non-standard oil spacing and proration unit in the West Lindrith Gallup-Dakota Oil Pool comprising the SW/4 NE/4 and SE/4 NW/4 of Section 1, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, is hereby established and dedicated to its Hurt Federal Well No. 1, located 2900 feet from the North line and 1650 feet from the East line (Unit G) of said Section 1.
- (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

WILLIAM J. LEMAY Director

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