

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

CASE NO. 9666
ORDER NO. R-8951-A

APPLICATION OF BILL FENN, INC.
FOR AN UNORTHODOX GAS WELL
LOCATION AND DUAL COMPLETION,
EDDY COUNTY, NEW MEXICO

NUNC PRO TUNC ORDER

BY THE DIVISION:

(1) It appearing to the Division that Order No. R-8951 dated June 16, 1989, does not correctly state the intended order of the Division,

IT IS THEREFORE ORDERED THAT:

(1) Finding Nos. 9, 10 and 11 on pages 2 and 3 of said Order No. R-8951 be and the same are hereby amended to read as follows:

"(9) The proposed 16.23% production penalty submitted by the applicant takes into consideration that Section 7 is an irregular section containing 617.68 acres which proportionately reduces its acreage participation to approximately 97% of a standard section; the subject well has a drainage of approximately 100.27 acres outside its permitted drainage area, more than the well located at the nearest standard gas well location within the unit, being 1650 feet from the North and East lines (Unit G) of said Section 7."

"(10) The proposed 16.23% production penalty is reasonable and appropriate."

"(11) The aforesaid production limitation factor should be applied against the well's monthly allowable as set by the Division for both the Indian Basin-Upper Pennsylvanian Gas Pool and the Indian Basin-Morrow Gas Pool; this may be accomplished by assigning said well an acreage factor of 0.8377 (100% minus 16.23% is equal to 83.77%)."

(2) Decretory Paragraph No. (4) on page 4 of Order No. R-8951 be and the same is hereby amended to read as follows:

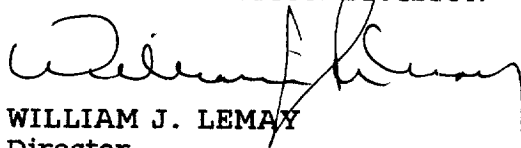
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"(4) Said well is hereby assigned a production limitation factor of 0.8377 in both of the aforementioned pools to be applied as set out in Finding No. (11) of this order."

(3) The corrections set forth in this order be entered nunc pro tunc as of June 16, 1989.

DONE at Santa Fe, New Mexico, on this 21st day of July, 1989.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

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