

CASE _____:

Application of Manzano Oil Corporation for compulsory pooling and an unorthodox well location, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying Section 23 for all formations developed on 640-acre spacing including but not limited to the White City-Pennsylvanian Gas Pool, the S/2 for all formations developed on 320-acre spacing, the SW/4 for all formations developed on 160-acre spacing; the W/2 SW/4 for all formations developed on 80-acre spacing; and the SW/4 SW/4 for all formations developed on 40-acre spacing. Applicant proposes to dedicate these pooled units to its Rio Negro Well No. 1 to be drilled at an unorthodox well location 660 feet from the South and West lines of said Section 23. Also to be considered will the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 1 mile West of Black River, New Mexico.

OIL CONSERVATION DN.
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