STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

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

CASE NO. 8215 Order No. R-7662

APPLICATION OF ALPHA TWENTY-ONE PRODUCTION COMPANY FOR HARDSHIP GAS WELL CLASSIFICATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 11, 1984, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 6th day of September, 1984, 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 abject matter thereof.
- (2) That the applicant, Alpha Twenty-One Production Company, seeks a determination that its BRC Madera Well No. 1, located in Unit B of Section 29, Township 22 South, Range 27 East, NMPM, South Carlsbad-Morrow Gas Pool, Eddy County, New Lexico, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- (3) That neither the evidence presented at the hearing or the results of the log-off test subsequently run on the well established that waste will occur if said BRC Madera Well No. 1 is shut-in or curtailed below its minimum sustainable flow rate.
- (4) That the application for designation of said well as a hardship gas well should be denied.

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IT IS THEREFORE ORDERED:

- (1) That the application of Alpha Twenty-One Production Company for designation of the BRC Madera Well No. 1 located in Unit B of Section 29, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico, as a hardship gas well in the South Carlsbad-Morrow Gas Pool is hereby denied.
- (2) 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 hereinghous designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JOE D. RAMEY,

Director