

## STATE OF NEW MEXICO

# ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA

August 15, 1986

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Mr. Phomas Rellahin Rellahin & Kellahin Attorneys at Law Post Office Box 2265 Santa Fe, New Mexico	Re: CASE NO. 8966 ORDER NO. R-8233 Applicant: Tenneco Oil Company
Dear Sir:	
Enclosed herewith are two of Division order recently ent	copies of the above-referenced tered in the subject case.
R. L. STAMETS Director	
RLS/fc.  Copy of order also sent to:  Hobbs OCD X  Artesia OCD X	:
Artesia OCD X Aztec OCD	
Other	

## 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. 8966 Order No. R-8283

APPLICATION OF TENNECO OIL COMPANY FOR AN UNORTHODOX OIL WELL LOCATION, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE DIVISION

#### BY 'THE DIVISION:

This cause came on for hearing at 8:15 a.m. on August 6, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 14th day of August, 1986, 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, Tenneco Oil Company, seeks approval of an inorthodox oil well location 330 feet from the North line and 2310 feet from the East line (Unit B) of Section 24, Township 12 South, Range 34 East, NMPM, Undesignated Ranger Lake-Pennsylvanian Pool, Lea County, New Mexico.
- (3) The W/2 NE/4 of said Section 24 is to be dedicated to the well.
- (4) A well at said unorthodox location will better enable applicant to produce the oil underlying the proration unit.
- (5) No offset operator objected to the proposed unonthodox location.
- (6) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the affected pool, will prevent the

economic loss 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) The application of Tenneco Oil Company for an unorthodox oil well location for the Undesignated Ranger Lake-Pennsylvanian Pool is hereby approved for a well to be located at a point 330 feet from the North line and 2310 feet from the East line (Unit B) of Section 24, Township 12 South, Range 24 East, NMPM, Lea County, New Mexico.
- (2) The W/2 NE/4 of said Section 24 shall be dedicated to the above-described well.
- (3) 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 hereinahove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

R. L. STAMETS,

Director