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CASE 9468: Application of Nearburg Producing Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the the above-styled cause, seeks approval for an unorthodox oil well location 400 feet from the North line and 2240 feet from the East line (Unit B) of Section 30, Township 16 South, Range 37 East, to test the Strawn formation, Northeast Lovington-Pennsylvanian Pool, the N/2 NE/4 of said Section 30 to be dedicated to said well forming a standard 80-acre oil spacing and proration unit for said formation. Said location is approximately 4.5 miles southeast of Lovington, New Mexico.

CASE 9469:

Application of Nearburg Producing Company for an unorthodox oil well location, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 400 feet from the North line and 2560 feet from the West line (Unit C) of Section 30, Township 16 South, Range 37

East, to test the Strawn formation, Undesignated Northeast Lovington-Pennsylvanian Pool, the E/2 NW/4 of said Section 30 to be dedicated to said well forming a standard 80-acre oil spacing and proration unit for said formation. Said location is approximately 4.5 miles southeast of Lovington, New Mexico.

CASE 9446: (Continued from August 3, 1988, Examiner Hearing.)

Application of Arco Oil and Gas Company for compulsory pooling, 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 Bone Spring formation underlying the NW/4 SE/4 (Unit J) of Section 32, Township 17 South, Range 31 East, Undesignated North Shugart-Bone Spring Pool, to form a standard statewide 40-acre oil spacing and proration unit to be dedicated to a well to be drilled at a standard oil well location thereon. Also to be considered will be 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 the applicant as operator of the well and a charge for risk involved in drilling said well. Said location is approximately 1.75 miles south of Milepost No. 138.2 on U.S. Highway 82.

CASE 9447: (Continued from August 3, 1988, Examiner Hearing.)

Application of Arco Oil and Gas Company for compulsory pooling, 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 Bone Spring formation underlying the SE/4 SE/4 (Unit P) of Section 32, Township 17 South, Range 31 East, Undesignated North Shugart-Bone Spring Pool, to form a standard statewide 40-acre oil spacing and proration unit to be dedicated to a well to be drilled at a standard oil well location thereon. Also to be considered will be 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 the applicant as operator of the well and a charge for risk involved in drilling said well. Said location is approximately 2 miles south of Milepost No. 138.5 on U.S. Highway 82.

Docket No. 25-88

DOCKET: COMMISSION HEARING - THURSDAY - AUGUST 18, 1988

9:00 A.M. - MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 9404: (De Novo)

Application of Nearburg Producing Company for a non-standard oil proration unit and an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 330 feet from the North and West lines (Unit D) of Section 30, Township 16 South, Range 37 East, Undesignated Northeast Lovington-Pennsylvanian Pool, said well to be dedicated to Lots 1 and 2 of said Section 30 thereby forming a 100.49-acre non-standard oil proration and spacing unit for said pool. Said location is approximately 4.3 miles southeast of Lovington, New Mexico. Upon application of Nearburg Producing Company, this case will be heard Do Novo pursuant to the provisions of Rula 1220.

- Application of El Paso Natural Gas Company for a non-standard gas proration unit, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for a non-standard 113.69-acre gas spacing and proration unit comprising Lots 1 and 2 and the W/2 NE/4 of Section 12, Township 30 North, Range 6 West, La Jara-Fruitland Pool, to be dedicated to a well to be drilled at a standard gas well location 1850 feet from the North line and 790 feet from the East line (Unit G) of said Section 12. Said location is approximately 11.5 miles east by north of the Navajo Reservoir Dam.
- CASE 9464: Application of Meridian Oil, Inc. for an unorthodox gas well location and a non-standard gas proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location 1660 feet from the North line and 1320 feet from the West line (Unit F) of Section 18, Towning 30 North, Range 8 West, Undesignated Blanco-Fruitland Pool, Lots 1 and 2 and the E/2 NW/4 of said Section 18 to be dedicated to said well, forming a non-standard 111.66-acre gas spacing and proration unit for said pool. Said location is approximately 6 miles west by north of the Navajo Reservoir Dam.
- CASE 9465: Application of Meridian Oil Inc. for a horizontal drain hole pilot project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to re-enter its Corbin State Well No. 1, surface location 1980 feet from the North and West lines of Section 16, Township 18 South, Range 33 East, Undesignated South Corbin-Bone Spring Pool, and plug back to approximately 11,320 feet and thence to drill a short radius curve and thence to drill horizontally in a westerly direction approximately 660 feet. The terminus of the bottomhole location will be unorthodox no closer than 1380 feet from the West line of said Section 16. The proposed horizontal section will be located in said pool at a depth of approximately i1,320 feet and will be totally contained within a standard 80-acre oil proration unit being the S/2 NW/4 of said Section 16. Said location is approximately 8.5 miles southeast of Maljamar, New Mexico.
- CASE 9439: (Continued from July 20, 1988, Examiner Hearing.)

Application of Union Pacific Resources Company for pool extension and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks to extend the horizontal limits of the Vada-Devonian Pool to include the NW/4 of Section 35, Township 10 South, Range 33 East, and for the promulgation of temporary special rules and regulations for said pool including a provision for 80-acre spacing and proration units, designated well locations, and a poolwide exception to Division Rule 111 allowing for directional drilling or well deviations of more than 5 degrees in any 500-foot interval. Said pool area is located approximately 9.75 miles N 82° E of Caprock, New Mexico.

CASE 9440: (Continued from July 20, 1988, Examiner Hearing.)

Application of Union Pacific Resources Company for directional drilling and an unorthodox (subsurface) oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval to plug back its State 26 Well No. 2, surface location 1910 feet from the South line and 1980 feet from the East line (Unit J), to 9,900 feet and then commence drilling directionally to penetrate the top of the Undesignated Vada-Devonian Pool at a true vertical depth of approximately 12,900 feet and within a 150-foot radius of an unorthodox subsurface location 1910 feet from the South line and 2580 feet from the East line (Unit J) of Section 26, Township 10 South, Range 33 East, with the N/2 SE/4 of said section being dedicated to said well, forming a standard 80-acre oil spacing and proration unit for said pool. Said location is approximately 10.25 miles N 80° E of Caprock, New Mexico

CASE 9436: (Readvertised)

Application of Nearburg Producing Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location 1340 feet from the South line and 660 feet from the West line (Unit L) of Section 8, Township 19 South, Range 26 East, Undesignated West Four Mile Draw-Morrow Gas Pool, the S/2 of said Section 8 to be dedicated to said well. This location is approximately 3.5 miles northwest of Lakewood, New Mexico.

- CASE 9466: Application of Nearburg Producing Company for a non-standard gas proration unit and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox gas well location 990 feet from the North and East lines (Unit A) of Section 12, Township 19 South, Range 25 East, to test the Morrow formation, Undesignated Boyd-Morrow Gas Pool, the N/2 of said Section 12 to be dedicated to said well forming a standard 320-acre gas spacing and proration unit for said formation. In the alternative, applicant seeks approval for a 160-acre non-standard gas spacing and proration unit comprising the NE/4 of said Section 12 to be dedicated to said well. Said location is approximately 3.75 miles west of Lakewood, New Mexico.
- CASE 9467: Application of Nearburg Producing Company for an unorthodox oil well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for an unorthodox oil well location 400 feet from the North and East lines (Unit A) of Section 25, Township 16 South, Range 36 East, to test the Strawn formation, Undesignated Northeast Lovington-Pennsylvanian Pool, the N/2 NE/4 of said Section 25 to be dedicated to said well forming a standard 80-acre oil spacing and proration unit for said formation. Said location is approximately four miles southeast of Lovington, New Mexico.