

Entered March 29, 1984
DR

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. 8119
Order No. R-1011-B

APPLICATION OF ELK OIL COMPANY FOR
AMENDMENT OF DIVISION ORDER R-1011,
LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on March 14, 1984,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of March, 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
subject matter thereof.
- (2) That the applicant, Elk Oil Company, seeks the
amendment of Division Order R-1011, as amended, to allow for
drilling and proration units to be located on the E/2, W/2, N/2
or S/2 in the Kemnitz-Wolfcamp Pool.
- (3) That the proposed amendment to the special rules for
said Kemnitz-Wolfcamp Pool will permit greater flexibility in
the final development stage of this older pool.
- (4) That approval of the subject application will afford
the applicant the opportunity to produce his just and equitable
share of the gas in the 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.

-2-

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IT IS THEREFORE ORDERED:

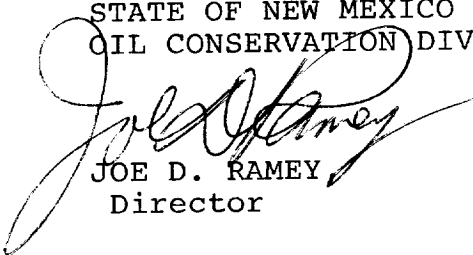
(1) That Rule 2 of the Special Rules and Regulations for the Kemnitz-Wolfcamp Pool as contained in Division Order No. R-1011, as amended, is hereby amended to read in its entirety as follows:

"RULE 2. That 80-acre drilling and proration units be and the same are hereby established for the Kemnitz-Wolfcamp Pool being the North half, South half, East half or West half of a governmental quarter section."

(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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

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