BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Entered Monther 1, 1961

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2394 Order No. R-2089

APPLICATION OF HONDO OIL & GAS COMPANY FOR PERMISSION TO DIREC-TIONALLY DRILL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 4, 1961, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>13th</u> day of October, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Hondo Oil & Gas Company, seeks permission to directionally drill a well to be located 2310 feet from the North line and 1980 feet from the East line of Section 26, Township 17 South, Range 38 East, NMPM, Eddy County, New Mexico.

(3) That the applicant intends to directionally drill said well in such a manner as to bottom the well 100 feet from the South line and 1980 feet from the East line of said Section 26.

(4) That Pan American Petroleum Corporation and Sinclair Oil & Gas Company seek the dismissal of the applicant's request due to the failure of the application and advertisement to specify that said well would be bottomed at an unorthodox location in said Section 36.

(5) That Case No. 2394 should be <u>dismissed</u> without prejudice to the applicant.

-2-CASE No. 2394 Order No. R-2089

IT IS THEREFORE ORDERED:

That Case No. 2394 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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S. WALKER, Member Ε. PORTER, Jr., Member & Secretary

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