

*Entered December 3, 1965
N.L.P.*

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

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

CASE No. 3334
Order No. R-3003

APPLICATION OF FELMONT OIL CORPORATION
FOR AN UNORTHODOX LOCATION, ROOSEVELT
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 23, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 3rd day of December, 1965, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Felmont Oil Corporation, seeks an exception to the Special Rules and Regulations for the Bluitt-San Andres Gas Pool to drill its Federal 9 Well No. 1 at an unorthodox location 990 feet from the North line and 990 feet from the East line of Section 9, Township 8 South, Range 37 East, NMPM, Roosevelt County, New Mexico.

(3) That the drilling of a well at a standard location in the E/2 of said Section 9 is not practicable due to the risk of encountering mechanical problems caused by an abandoned Bluitt-San Andres gas well in the SE/4 of said Section 9.

(4) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the Bluitt-San Andres Gas Pool, will prevent

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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 otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Felmont Oil Corporation, is hereby granted an exception to the well location requirements of the Special Rules and Regulations governing the Bluit-San Andres Gas Pool and is hereby authorized to drill its Federal 9 Well No. 1 at an unorthodox location 990 feet from the North line and 990 feet from the East line of Section 9, Township 8 South, Range 37 East, NMPM, Roosevelt County, New Mexico.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

Jack M. Campbell

JACK M. CAMPBELL, Chairman

Guyton B. Hays

GUYTON B. HAYS, Member

A. L. Porter, Jr.

A. L. PORTER, Jr., Member & Secretary

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