Entered Junes, 116 / CAP

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. 3588 Order No. R-3251

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 24, 1967, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>5th</u> day of June, 1967, 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, Pan American Petroleum Corporation, seeks approval of an unorthodox gas well location in an undesignated Morrow gas pool for its Poker Lake Unit Federal Well No. 36, located 660 feet from the South line and 660 feet from the East line of Section 28, Township 24 South, Range 31 East, NMPM, Eddy County, New Mexico, to be dedicated to a standard unit comprising the S/2 of said Section 28.

(3) That the subject well was drilled as a wildcat oil well at a standard location to test the Mississippian formation but was non-productive in the Mississippian formation; that the subject well was subsequently completed as a wildcat Devonian gas well but said completion was non-commercial; that the applicant is recompleting the subject well to test the Morrow formation. -2-CASE No. 3588 Order No. R-3251

(4) That approval of the subject application will prevent the drilling of unnecessary wells and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Pan American Petroleum Corporation, is hereby authorized an unorthodox gas well location for its Poker Lake Unit Federal Well No. 36, located 660 feet from the South line and 660 feet from the East line of Section 28, Township 24 South, Range 31 East, NMPM, undesignated Morrow gas pool, Eddy County, New Mexico, to be dedicated to a standard unit comprising the S/2 of said Section 28.

(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 1 DAVID F. CARGO, rman 13 Membe / ~ in A. L. PORTER, Jr., Member & Secretary

SEAL

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