Entered Ceptil 6, 1971 Aff

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. 4517 Order No. R-4129

APPLICATION OF MIDWEST OIL 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 March 31, 1971, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>6th</u> day of April, 1971, 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, Midwest Oil Corporation, seeks approval for an unorthodox gas well location in the North Antelope Sink-Morrow Gas Pool for its Federal J Com Well No. 1 660 feet from the South line and 660 feet from the West line of Section 21, Township 18 South, Range 24 East, NMPM, Eddy County, New Mexico.
- (3) That said well was originally projected to test the Mississippian formation, but it was completed instead as a gas well in the Morrow formation.
- (4) That a gas pool, the North Antelope Sink-Morrow Gas Pool, has since been created and defined by the Commission with the aforesaid Federal J Com Well No. 1 designated as the discovery well.

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(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of gas in the North Antelope Sink-Morrow Gas 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 otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) That an unorthodox gas well location is hereby approved for the Midwest Oil Corporation Federal Com Well No. 1 in the North Antelope Sink-Morrow Gas Pool at a point 660 feet from the South line and 660 feet from the West line of Section 21, Township 18 South, Range 24 East, NMPM, Eddy 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

BRUCE KING. Chairman

ALEX J'. ARMIJO, Member

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

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