Entered August 11,1111

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. 4576 Order No. R-4183

APPLICATION OF CONTINENTAL OIL COMPANY FOR UNORTHODOX OIL WELL LOCATIONS, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 11, 1971, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 19th day of August, 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, Continental Oil Company, is the operator of the Eumont Hardy Waterflood Project in the Eumont Pool, Lea County, New Mexico.
- (3) That the applicant seeks authority to drill two oil wells as infill wells in said waterflood project at unorthodox locations as follows:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Eumont Hardy Unit Well No. 48 to be located 1492 feet from the North line and 560 feet from the East line of Section 6;

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Eumont Hardy Unit Well No. 49 to be located 3660 feet from the South line and 1980 feet from the West line of Section 6.

- (4) That approval of the proposed location should increase the efficiency of the Eumont Hardy Waterflood Project and result in greater ultimate recovery of oil, thereby preventing waste.
- (5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the pool, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to drill two oil wells as infill wells in its Eumont Hardy Waterflood Project, Eumont Pool, Lea County, New Mexico, at unorthodox locations as follows:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Eumont Hardy Unit Well No. 48 to be located 1492 feet from the North line and 560 feet from the East line of Section 6;

Eumont Hardy Unit Well No. 49 to be located 3660 feet from the South line and 1980 feet from the West line of Section 6.

(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. ARMIOO, Member

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

SEAL