

Entered August 21, 1972
R.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. 4787
Order No. R-4369

APPLICATION OF SUPERIOR OIL COMPANY
FOR AN UNORTHODOX WELL LOCATION,
EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 9, 1972,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 21st day of August, 1972, 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, Superior Oil Company, seeks an
exception to Rule 104 of the Commission Rules and Regulations
for approval of an unorthodox gas well location 660 feet from
the North line and 990 feet from the West line of Section 5,
Township 23 South, Range 27 East, NMPM, to test the Strawn and
Morrow formations within one mile of the South Carlsbad Field,
Eddy County, New Mexico.

(3) That the N/2 of said Section 5 is to be dedicated to
the well.

(4) That a well drilled at the proposed location should
encounter the subject formations structurally higher than a well
drilled at a standard location.

(5) That approval of the subject application will afford
the applicant the opportunity to produce its just and equitable
share of the gas in the subject South Carlsbad Field, will pre-
vent 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 will otherwise prevent
waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

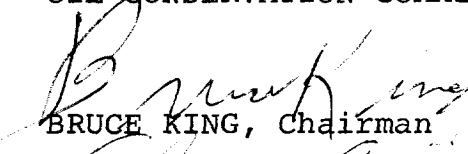
(1) That an unorthodox gas well location for the Strawn and Morrow formations is hereby approved for the Superior Oil Company's well within one mile of the South Carlsbad Field at a point 660 feet from the North line and 990 feet from the West line of said Section 5, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico, as an exception to Rule 104 of the Commission Rules and Regulations.

(2) That the N/2 of said Section 5 is to be dedicated to the above-described well.

(3) 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. ARMITO, Member


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

S E A L

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