Entered Sleptember 22, 1912

# 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. 4812 Order No. R-4402

APPLICATION OF MIDWEST OIL CORPORATION FOR AN UNORTHODOX LOCATION, EDDY COUNTY, NEW MEXICO.

### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 13, 1972, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 22nd day of September, 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, Midwest Oil Corporation, seeks an exception to Rule 104 of the Commission Rules and Regulations for approval of a gas well location 1315 feet from the South line and 1315 feet from the East line of Section 1, Township 18 South, Range 28 East, NMPM, to test the Morrow formation, adjacent to the South Empire-Morrow Gas Pool, Eddy County, New Mexico.
- (3) That the S/2 of said Section 1 is to be dedicated to the well.
- (4) That a well drilled at the proposed location should encounter a more porous section of the subject formation 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 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 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 Morrow formation is hereby approved for the Midwest Oil Corporation's Empire South Deep Unit Well No. 4, to be located at a point 1315 feet from the South line and 1315 feet from the East line of Section 1, Township 18 South, Range 28 East, NMPM, adjacent to the South Empire-Morrow Gas Pool, Eddy County, New Mexico, as an exception to Rule 104 of the Commission Rules and Regulations.
- (2) That the S/2 of said Section 1 shall 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/ ARMIJO/ Memb

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

SEAL