Entered October 10, 1972

## 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. 4837 Order No. R-4415

APPLICATION OF AMOCO PRODUCTION COMPANY FOR AN UNORTHODOX LOCATION, ROOSEVELT COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 4, 1972, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>10th</u> day of October, 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, Amoco Production Company, seeks an exception to Rule 104 of the Commission Rules and Regulations for approval of a gas well location 1980 feet from the South line and 660 feet from the East line of Section 18, Township 5 South, Range 33 East, NMPM, Peterson-Pennsylvanian Gas Pool, Roosevelt County, New Mexico.

(3) That the S/2 of said Section 18 is to be dedicated to the well.

(4) That a well drilled at the proposed location should allow the applicant to more adequately test the extent of the subject pool 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. -2-Case No. 4837 Order No. R-4415

## IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location for the Pennsylvanian formation is hereby approved for the Amoco Production Company Peterson "C" Gas Com Well No. 1, to be located at a point 1980 feet from the South line and 660 feet from the East line of Section 18, Township 5 South, Range 33 East, NMPM, Peterson-Pennsylvanian Gas Pool, Roosevelt County, New Mexico, as an exception to Rule 104 of the Commission Rules and Regulations.

(2) That the S/2 of said Section 18 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 1 BRUCE KING, Chairman 1h C ARMÍJO Member ÀLEX J 🖌

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

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