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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. 5312 Order No. R-4870

APPLICATION OF SEC CORPORATION FOR TWO NON-STANDARD CARBON DIOXIDE GAS UNITS, HARDING COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 18, 1974, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>22nd</u> day of October, 1974, 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, SEC Corporation, seeks approval for two non-standard carbon dioxide gas spacing units in the South Bueyeros Carbon Dioxide Field, Harding County, New Mexico, the first comprising the W/2 NE/4, SE/4 NE/4, and NE/4 SE/4 of Section 32, Township 19 North, Range 30 East, to be dedicated to a well to be drilled in the approximate center of the SW/4 NE/4 of said Section 32; and the second non-standard unit comprising the SW/4 NE/4, N/2 SE/4, and SE/4 SE/4 of Section 5, Township 18 North, Range 30 East, to be dedicated to a well in the approximate center of the NW/4 SE/4 of said Section 5.

(3) That said non-standard units are necessitated by conflicting provisions in the leases, which would make communitization to form standard 160-acre spacing units exceedingly difficult.

(4) That no interest owner objected to the formation of the non-standard units.

(5) That the entire area underlying the proposed nonstandard units may reasonably be presumed productive of gas from the South Bueyeros Carbon Dioxide Field, Harding County, New Mexico. -2-CASE NO. 5312 Order No. R-4870

(6) That approval of the subject application will better enable the applicant to recover its just and equitable share of the carbon dioxide gas from the South Bueyeros Carbon Dioxide Field and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That two non-standard spacing units for the production of carbon dioxide gas from the South Bueyeros Carbon Dioxide Field, Harding County, New Mexico, are hereby established, the first comprising the W/2 NE/4, SE/4 NE/4, and NE/4 SE/4 of Section 32, Township 19 North, Range 30 East, to be dedicated to a well to be drilled in the approximate center of the SW/4 NE/4 of said Section 32; the second comprising the SW/4 NE/4, N/2 SE/4, and SE/4 SE/4 of Section 5, Township 18 North, Range 30 East, to be dedicated to a well to be drilled in the approximate center of the NW/4 SE/4 of said Section 5.

(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

I. R. TRUJILLO, Chairman ALEX J. ARMIJO, Member PORTER, Jr., Member & Secretary

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