

Entered July 14, 1976  
JDR

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. 5691  
Order No. R-5237

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

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 7, 1976,  
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 14th day of July, 1976, 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, Hanson Oil Corporation, seeks  
approval of an unorthodox oil well location 990 feet from the  
North line and 2600 feet from the West line of Section 25, Township  
26 South, Range 31 East, NMPM, North Mason-Delaware Pool, Eddy  
County, New Mexico.
- (3) That the NE/4 NW/4 of said Section 25 is to be dedicated  
to the well.
- (4) That a well at said unorthodox location will better  
enable applicant to produce the oil underlying the proration unit.
- (5) That no offset operator objected to the proposed  
unorthodox location.
- (6) That approval of the subject application will afford the  
applicant the opportunity to produce its just and equitable share  
of the oil in the subject pool, will prevent the economic loss  
caused by the drilling of unnecessary wells, avoid the augmenta-  
tion 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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Case No. 5691

Order No. R-5237

IT IS THEREFORE ORDERED:

(1) That Hanson Oil Corporation is hereby authorized to drill its Hanson Well No. 15 at an unorthodox oil well location for the Delaware formation at a point 990 feet from the North line and 2600 feet from the West line of Section 25, Township 26 South, Range 31 East, NMPM, North Mason-Delaware Pool, Eddy County, New Mexico.

(2) That the NE/4 NW/4 of said Section 25 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 herein-above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

  
EMERY C. ARNOLD, Member

  
JOE D. RAMEY, Member & Secretary

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