Entered march 15, 19>>

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. 5856 Order No. R-5385

APPLICATION OF AMOCO PRODUCTION COMPANY FOR AN UNORTHODOX GAS WELL LOCATION, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 16, 1977, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 15th day of March, 1977, 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 approval of an unorthodox gas well location for its Elliott Gas Com "F" Well No. 1A drilled at a point 1244 feet from the South line and 820 feet from the East line of Section 33, Township 30 North, Range 9 West, NMPM, to test the Mesaverde formation, Blanco Mesaverde Pool, San Juan County, New Mexico.
- (3) That the E/2 of said Section 33 is dedicated to the well.
- (4) That said unorthodox location resulted from an error in surveying.
- (5) That no offset operator objected to the proposed unorthodox location.

-2-Case No. 5856 Order No. R-5385

(6) 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.

IT IS THEREFORE ORDERED:

- (1) That an unorthodox gas well location for the Mesaverde formation is hereby approved for the Amoco Production Company Elliott Gas Com "F" Well No. 1A drilled at a point 1244 feet from the South line and 820 feet from the East line of Section 33, Township 30 North, Range 9 West, NMPM, Blanco Mesaverde Pool, San Juan County, New Mexico.
- (2) That the E/2 of said Section 33 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

PHIL R. LUCERO, Chairman

ÉMERY A. ARNOLD Member

JOE D. RAMEY, Member & Secretary

S E A L