Entered February 14, 1728

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. 6139 Order No. R-5640

APPLICATION OF PETRO-LEWIS CORPORATION FOR AN UNORTHODOX OIL WELL LOCATION, SANDOVAL COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 8, 1978, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>14th</u> day of February, 1978, 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, Petro-Lewis Corporation, seeks approval of an unorthodox oil well location 990 feet from the North line and 2160 feet from the West line of Section 22, Township 19 North, Range 3 West, NMPM, to test the Entrada formation, Southwest Media - Entrada Oil Pool, Sandoval County, New Mexico.

(3) That the NW/4 of said Section 22 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 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 oil well location for the Entrada formation is hereby approved for the Petro-Lewis Corporation Boling Federal 22 Well No. 8 to be located at a point 990 feet from the North line and 2160 feet from the West line of Section 22, Township 19 North, Range 3 West, NMPM, Southwest Media-Entrada Oil Pool, Sandoval County, New Mexico.

That the NW/4 of said Section 22 shall be dedicated to (2) the above-described well.

That jurisdiction of this cause is retained for the entry (3) 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

Re l Aucent

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member pld ΰÓΕ Ď. Momber & Secretary

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