Entered October 20, 19>8

#### STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6338 Order No. R-5836

APPLICATION OF CHARLES C. LOVELESS FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

# BY THE DIVISION:

This cause came on for hearing at 9 a.m. on October 11, 1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 20th day of October, 1978, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Charles C. Loveless, seeks approval of an unorthodox gas well location 660 feet from the South line and 1980 feet from the East line of Section 23, Township 17 South, Range 26 East, NMPM, to test Wolfcamp and Pennsylvanian formations, Kennedy Farms Field, Eddy County, New Mexico.
- (3) That the E/2 of said Section 23 is to be dedicated to the well.
- (4) That a well at said unorthodox location will better enable applicant to produce the gas 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 gas in the subject pool, will prevent the economic loss

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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 Charles C. Loveless is hereby granted an unorthodox gas well location for the Wolfcamp and Pennsylvanian formations for a well to be drilled at a point 660 feet from the South line and 1980 feet from the East line of Section 23, Township 17 South, Range 26 East, NMPM, Kennedy Farms Field, Eddy County, New Mexico.
- (2) That the E/2 of said Section 23 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 Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JOE D. RAMEY Director

SEAL