

Entered February 28, 1979  
JMR

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. 6423  
Order No. R-5929

APPLICATION OF YATES PETROLEUM  
CORPORATION FOR AN UNORTHODOX WELL  
LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 14, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 28th day of February, 1979, 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, Yates Petroleum Corporation, seeks approval of an unorthodox well location for its Jackson AT Well No. 9 located 660 feet from the South line and 660 feet from the West line of Section 13, Township 17 South, Range 25 East, NMPM, to test the Wolfcamp, Pennsylvanian and Mississippian formations, Eagle Creek Field, Eddy County, New Mexico.

(3) That the S/2 of said Section 13 is to be dedicated to the well.

(4) That a well at said unorthodox location will better enable the applicant to produce the gas underlying the proration unit.

(5) That no offset operator objected to the proposed unorthodox location.

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(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:

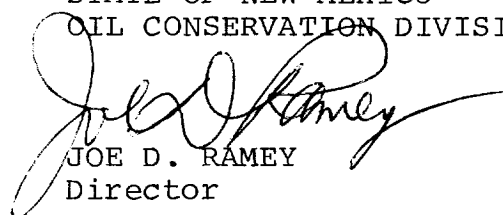
(1) That an unorthodox gas well location for the Wolfcamp, Pennsylvanian and Mississippian formations is hereby approved for the Yates Petroleum Corporation Jackson AT Well No. 9 to be located at a point 660 feet from the South line and 660 feet from the West line of Section 13, Township 17 South, Range 25 East, NMPM, Eagle Creek Field, Eddy County, New Mexico.

(2) That the S/2 of said Section 13 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 herein-above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION



JOE D. RAMEY  
Director

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