Entered June 26, 1939

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. 6566 Order No. R-6038

APPLICATION OF LEWIS B. BURLESON, INC. FOR AN UNORTHODOX WELL LOCATION AND NON-STANDARD PRORATION UNIT, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 13, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>26th</u> day of June, 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, Lewis B. Burleson, Inc., seeks approval of an unorthodox gas well location 2310 feet from the South line and 2310 feet from the West line of Section 10, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.
- (3) That the applicant also seeks a 160-acre non-standard gas provation unit comprising the SW/4 of said Section 10 to be dedicated to the above-described 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.

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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 is hereby approved for the Lewis B. Burleson, Inc., well to be located at a point 2310 feet from the South line and 2310 feet from the West line of Section 10, Township 24 South, Range 36 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.
- (2) That a 160-acre non-standard gas proration unit comprising the SW/4 of said Section 10 is hereby approved and 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

SEAL