Entered July 30, 19>9

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. 6591 Order No. R-6066

APPLICATION OF EXXON CORPORATION FOR VERTICAL POOL LIMIT REDEFINITION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 11, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of July, 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, Exxon Corporation, seeks an order extending the vertical limits of the Langlie Mattix Pool in Lea County, New Mexico, to include the lowermost 165 feet of the Seven Rivers formation and the concomitant contraction of the vertical limits of the Jalmat Gas Pool underlying the NE/4 of Section 2, Township 24 South, Range 36 East.

(3) That Exxon Corporation is the operator of its New Mexico "Z" State lease comprising the NE/4 of said Section 2 in said pools.

(4) That there are areas within said pools which have similar revisions to the vertical limits and which offset applicant's New Mexico "Z" State lease.

(5) That to protect correlative rights, the proposed change in the vertical limits of said pools should be approved.

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(6) That no offset operator or other owner in either of said pools appeared and objected to the application.

(7) That to avoid drilling unnecessary wells, to prevent waste, and to protect correlative rights, the application should be approved as to applicant's acreage in said Section 2.

IT IS THEREFORE ORDERED:

(1) That effective August 1, 1979, the vertical limits of the Langlie Mattix Pool in Lea County, New Mexico, are hereby extended to include the lowermost 165 feet of the Seven Rivers formation and the vertical limits of the Jalmat Gas Pool are concomitantly contracted by exclusion of said lowermost 165 feet of the Seven Rivers formation underlying the NE/4 of Section 2, Township 24 South, Range 36 East.

(2) 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 Ý JOE D. RAMEY -Director

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