

Entered March 11, 1980

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. 6817
Order No. R-6100-A

APPLICATION OF MEWBOURNE OIL COMPANY
TO AMEND ORDER NO. R-6100, EDDY
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 27, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 11th day of March, 1980, 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, Mewbourne Oil Company, seeks to amend Order No. R-6100 whereby the unorthodox Morrow location approved by said order would instead be applicable to the Wolfcamp and Bone Springs formations.

(3) That this application results from the completion of applicant's Marathon State Well No. 1, located 1315 feet from the North line and 660 feet from the East line of Section 30, Township 20 South, Range 27 East, NMPM, Eddy County, New Mexico, as a Wolfcamp gas well and a potential Bone Spring oil well rather than a Morrow gas well as projected.

(4) That the E/2 of said Section 30 is to be dedicated to the well for the Wolfcamp formation and the NE/4 for the Bone Spring formation.

(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:

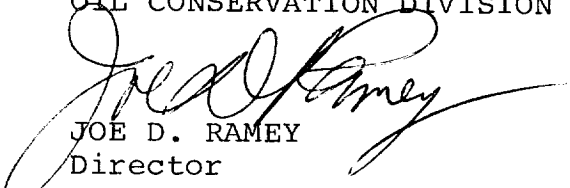
(1) That an unorthodox gas well location for the Wolfcamp and Morrow formations and an unorthodox oil well location for the Bone Spring formation is hereby approved for the Mewbourne Oil Company Marathon State Well No. 1 drilled at a point 660 feet from the North line and 1315 feet from the East line of Section 30, Township 20 South, Range 27 East, NMPM, Eddy County, New Mexico.

(2) That the E/2 of said Section 30 shall be dedicated to the above-described well for the Wolfcamp formation and the NE/4 shall be dedicated for the Bone Spring formation.

(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

S E A L

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