

Entered November 21, 1979
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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. 6722
Order No. R-6192

APPLICATION OF LLOYD DAVIDSON
FOR AN UNORTHODOX OIL WELL
LOCATION, MCKINLEY COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

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

NOW, on this 21st day of November, 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, Lloyd Davidson, seeks approval of an unorthodox well location for his Santa Fe Pacific Well No. 1 to be located 960 feet from the South line and 1230 feet from the East line of Section 29, Township 16 North, Range 6 West, NMPM, to test the Gallup, Entrada, and Dakota formations, McKinley County, New Mexico.
- (3) That the SE/4 SE/4 of said Section 29 is to be dedicated to the well.
- (4) That a well at said unorthodox location will better enable applicant to produce the oil 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 oil 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:

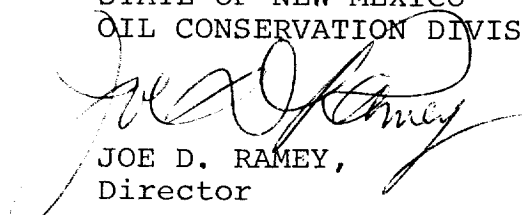
(1) That an unorthodox oil well location for the Gallup, Entrada and Dakota formations is hereby approved for the Lloyd Davidson Santa Fe Pacific Well No. 1 to be located at a point 960 feet from the South line and 1230 feet from the East line of Section 29, Township 16 North, Range 6 West, NMPM, McKinley County, New Mexico.

(2) That the SE/4 SE/4 of said Section 29 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

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