Entered March 14, 1750

# 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. 6815 Order No. R-6295

APPLICATION OF FLORIDA EXPLORATION COMPANY FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 12, 1980, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 19th 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, Florida Exploration Company, seeks approval of an unorthodox gas well location for its Ross Draw Unit Well No. 8, drilled at a point 1650 feet from the North line and 1650 feet from the East line of Section 27, Township 26 South, Range 30 East, NMPM, in an undesignated Wolfcamp gas pool, Eddy County, New Mexico.

(3) That the E/2 of said Section 27 is to be dedicated to the well.

(4) That said well was originally drilled as a Bone Spring test at an orthodox location and was subsequently deepened to the Wolfcamp formation.

(5) That no offset operator objected to the proposed unorthodox location. -2-Case No. 6815 Order No. R-6295

(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 formation is hereby approved for the Florida Exploration Company Ross Draw Unit Well No. 8, drilled at a point 1650 feet from the North line and 1650 feet from the East line of Section 27, Township 26 South, Range 30 East, NMPM, Eddy County, New Mexico.

(2) That the E/2 of said Section 27 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 OTL CONSERVATION DIVISION ) amer JOE D. RAMEY Director

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