

Entered June 5, 1980
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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. 6898
Order No. R-6360

APPLICATION OF CONOCO INC. FOR
AN UNORTHODOX WELL LOCATION AND
SIMULTANEOUS DEDICATION, LEA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 21, 1980,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 5th day of June, 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, Conoco Inc., seeks approval of
an unorthodox gas well location for its Meyer B-28 Well No. 4
to be located 560 feet from the North line and 1980 feet from
the West line of Section 28, Township 20 South, Range 37 East,
NMPM, Eumont Gas Pool, Lea County, New Mexico.

(3) That the applicant further seeks to simultaneously
dedicate a previously approved 240-acre non-standard gas
proration unit consisting of the NE/4 and E/2 NW/4 of said
Section 28 to the above-described well and to its Meyer B-28
Well No. 1 located in Unit G of said Section 28.

(4) That a well at said unorthodox location will better
enable applicant to produce the gas underlying the proration
unit.

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(5) That no offset operator objected to the proposed unorthodox location and simultaneous dedication.

(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 Conoco Inc. is hereby authorized to drill its Meyer B-28 Well No. 4 at an unorthodox location 560 feet from the North line and 1980 feet from the West line of Section 28, Township 20 South, Range 37 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.

(2) That the NE/4 and E/2 NW/4 of said Section 28 shall be simultaneously dedicated to the above-described well and to applicant's Meyer B-28 Well No. 1 located in Unit G of said Section 28.

(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

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