

Entered September 10, 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. 7001
Order No. R-6459

APPLICATION OF McCLELLAN OIL
CORPORATION FOR THREE UNORTHODOX
OIL WELL LOCATIONS, CHAVES COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 20, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 10th day of September, 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, McClellan Oil Corporation, seeks approval of unorthodox oil well locations for three wells to be drilled in Section 24, Township 14 South, Range 29 East, Double L Queen Associated Pool, as follows: 1155 feet from the North line and 2145 feet from the East line; 1155 feet from the North line and 1155 feet from the East line; and 1650 feet from the North line and 1155 feet from the East line, Chaves County, New Mexico.

(3) That the NW/4 NE/4, NE/4 NE/4, and SE/4 NE/4, respectively, of said Section 24 are to be dedicated to said wells.

(4) That wells at said unorthodox locations will better enable applicant to produce the oil underlying said proration units.

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(5) That no offset operator objected to the proposed unorthodox locations.

(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:

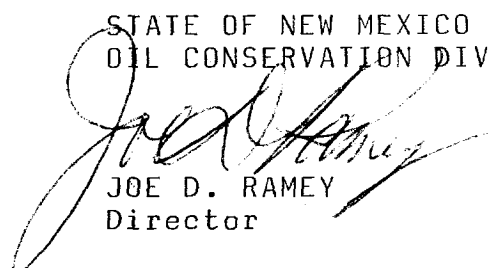
(1) That McClellan Oil Corporation is hereby granted three unorthodox oil well locations for wells to be located at points 1155 feet from the North line and 2145 feet from the East line; 1155 feet from the North line and 1155 feet from the East line; and 1650 feet from the North line and 1155 feet from the East line, all in Section 24, Township 14 South, Range 29 East, NMPM, Double L Queen Associated Pool, Chaves County, New Mexico.

(2) That the NW/4 NE/4, NE/4 NE/4, and SE/4 NE/4, respectively, of said Section 24 shall be dedicated to the above-described wells.

(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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