

Entered August 7, 1981  
JLR

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. 7316  
Order No. R-6636-A

APPLICATION OF BLACKWOOD & NICHOLS  
COMPANY, LTD. FOR AMENDMENT OF  
ORDER NO. R-6636, SAN JUAN COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 29, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of August, 1981, 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, Blackwood & Nichols Company, Ltd., seeks the amendment of Division Order No. R-6636 which authorized directional drilling for its Northeast Blanco Unit Well No. 32-A in Section 7, Township 30 North, Range 7 West, to provide for an amended bottom hole location 2213 feet from the South line and 815 feet from the East line of said Section 7.

(3) That Division Order No. R-6636 authorized the applicant to directionally drill its Northeast Blanco Unit Well No. 32-A, the surface location of which is 1450 feet from the North line and 990 feet from the East line of Section 7, Township 30 North, Range 7 West, in such a manner as to bottom it in the Mesaverde formation within 100 feet of a point 1850 feet from the South line and 990 feet from the East line of said Section 7, the E/2 of the section to be dedicated to the well.



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(4) That mechanical problems during the course of drilling resulted in a final bottom hole location 2213 feet from the South line and 815 feet from the East line of said Section 7.

(5) That Blackwood & Nichols Company, Ltd. is the operator of all acreage offsetting the directionally drilled well.

(6) That approval of the application will not cause waste nor violate correlative rights.

IT IS THEREFORE ORDERED:

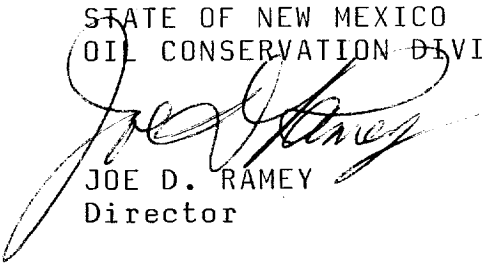
(1) That the initial paragraph of Order (2) of Division Order No. R-6636 is hereby amended to read in its entirety as follows:

"(2) That applicant is further hereby authorized to directionally drill its Northeast Blanco Unit Well No. 32-A, the surface location of which is 1450 feet from the North line and 990 feet from the East line of Section 7, Township 30 North, Range 7 West, in such a manner as to bottom it in the Mesaverde formation within 100 feet of a point 2213 feet from the South line and 815 feet from the East line of said Section 7, the E/2 of the section to be dedicated to the well."

(2) 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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