

Entered March 2, 1982
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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CAIJD BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 7410
Order No. R-6907

APPLICATION OF B.O.A. OIL & GAS
COMPANY FOR TWO UNORTHODOX OIL WELL
LOCATIONS, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 17, 1982, at Santa Fe, New Mexico, before Examiner Richard I. Stamets.

NOW, on this 2nd day of March, 1982, 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, B.O.A. Oil & Gas Company, seeks approval for the unorthodox location of a well drilled 2035 feet from the South line and 2455 feet from the East line and one drilled 2455 feet from the North line and 1944 feet from the East line, both in Section 31, Township 31 North, Range 15 West, Verde-Gallup Oil Pool, San Juan County, New Mexico.

(3) That the NW/4 SE/4 and SW/4 NE/4, respectively, of said Section 31 are to be dedicated to said wells.

(4) That said unorthodox locations resulted from administrative error.

(5) That the applicant is the operator of all offsetting acreage and that the interests are common in the dedicated and offset acreage.

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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 BOA Oil and Gas Company is hereby authorized two unorthodox oil well locations for a well drilled 2035 feet from the South line and 2455 feet from the East line and a well drilled 2455 feet from the North line and 1944 feet from the East line, both in Section 31, Township 31 North, Range 15 West, NMPM, Verde-Gallup Oil Pool, San Juan County, New Mexico.

(2) That the NW/4 SE/4 and SW/4 NE/4, respectively, of said Section 31 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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