Entered July 782

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. 7624 Order No. R-7043

APPLICATION OF JOHN YURONKA FOR AN UNORTHODOX GAS WELL LOCATION AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 21, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>28th</u> day of July, 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, John Yuronka, requested dismissal of that portion of this case relating to compulsory pooling.

(3) That the applicant now seeks approval of an unorthodox gas well location 990 feet from the South line and 330 feet from the West line of Section 31, Township 22 South, Range 37 East, NMPM, Jalmat Gas Pool, Lea County, New Mexico.

(4) That the SW/4 of said Section 31 is to be dedicated to the well.

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

(6) That no offset operator objected to the proposed unorthodox location.

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(7) 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 the application of John Yuronka for an unorthodox gas well location is hereby approved for a well to be located at a point 990 feet from the South line and 330 feet from the West line of Section 31, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.

(2) That the SW/4 of said Section 31 shall be dedicated to the above-described well.

(3) That that part of this case calling for the compulsory pooling of all mineral interests in the Jalmat Gas Pool underlying the SW/4 of said Section 31 is hereby dismissed.

(4) 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 Ľ men JOE D. RAMEY, Director

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