

Entered January 5, 1983
JALP

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. 7756
Order No. R-7177

APPLICATION OF C & E OPERATORS,
INC. FOR TWO NON-STANDARD PRORATION
UNITS, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 16, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 5th day of January, 1983, 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, C & E Operators, Inc., seeks approval of two 160-acre non-standard gas proration units comprising the SW/4 of Section 7 and the NW/4 of Section 18, respectively, both in Township 30 North, Range 11 West, NMPM, Blanco Mesaverde Pool to be dedicated to wells to be drilled at standard locations thereon.

(3) That the entire area underlying each of the non-standard proration units may reasonably be presumed productive of gas from the Blanco Mesaverde Pool and that said non-standard gas proration units can be efficiently and economically drained and developed by the aforesaid wells.

(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Blanco Mesaverde Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an

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excessive number of wells, and will otherwise prevent waste and protect correlative rights.

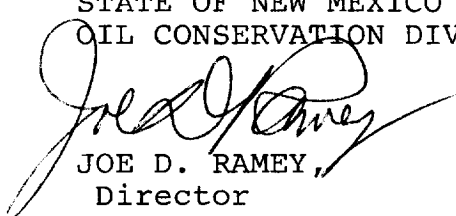
IT IS THEREFORE ORDERED:

(1) That C & E Operators, Inc. is hereby authorized two 160-acre non-standard gas proration units in the Blanco Mesaverde Pool comprising the SW/4 of Section 7 and the NW/4 of Section 18, respectively, both in Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico, said units to be dedicated to wells to be drilled at standard locations thereon.

(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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