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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
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE NO. 7983
Order No. R-7392

APPLICATION OF YATES PETROLEUM
CORPORATION FOR COMPULSORY POOLING
AND AN UNORTHODOX LOCATION, CHAVES
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 18, 1983, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 2nd day of December, 1983, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Yates Petroleum Corporation, seeks compulsory pooling of all mineral interests in the Abo formation underlying the SW/4 and all mineral interests in all formations below the top of the Wolfcamp formation underlying the S/2 of Section 20, Township 9 South, Range 27 East, NMPM, Chaves County, New Mexico, said units to be dedicated to a single well to be drilled at an unorthodox location 1980 feet from the South line and 660 feet from the West line of said Section 20.

(3) That in companion Case 7982, Yates Petroleum Corporation sought an unorthodox well location 1980 feet from the North line and 990 feet from the West line of said Section 20, to test all formations from the top of the Wolfcamp through the Montoya formation, the N/2 of said Section 20 to be dedicated to said well.

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(4) That in companion Case 7984, Jack J. Grynberg sought compulsory pooling of all mineral interests from the surface through and including the Abo formation underlying the SW/4 of said Section 20, and all mineral interests from the top of the Wolfcamp formation to the Precambrian formation underlying the W/2 of said Section 20, said units to be dedicated to a single well to be drilled at a standard location thereon.

(5) That these cases were consolidated with this case for the purpose of obtaining testimony.

(6) That by Order No. R-7393 dated December 2, 1983, the Commission approved the application of Jack J. Grynberg in Case 7984.

(7) That the application in Case 7983 should be denied.

IT IS THEREFORE ORDERED:


(1) That Case 7983 is hereby denied.

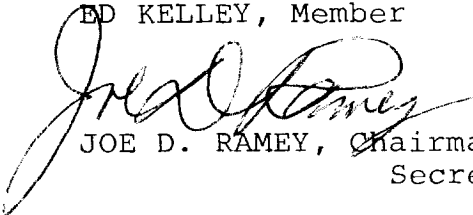
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JIM BACA, Member


ED KELLEY, Member


JOE D. RAMEY, Chairman and
Secretary

S E A L

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