

Entered December 19, 1983  
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. 8027  
Order No. R-7416

APPLICATION OF JAKE L. HAMON  
FOR AN UNORTHODOX LOCATION,  
EDDY COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on December 15, 1983, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 19th day of December, 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, Jake L. Hamon, seeks approval of an unorthodox gas well location for its Union "35" Federal Well No. 1 to be located 1780 feet from the North line and 660 feet from the West line of Section 35, Township 22 South, Range 28 East, NMPM, to test the Dublin Ranch-Atoka and Dublin Ranch-Morrow Gas Pools, Eddy County, New Mexico.

(3) That the W/2 of said Section 35 is to be dedicated to the well.

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

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

-2-

Case No. 8027

Order No. R-7416

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the affected pools, 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:

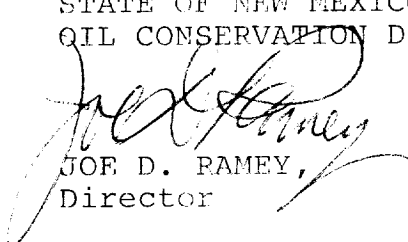
(1) That the application of Jake L. Hamon for an unorthodox gas well location for the Dublin Ranch-Atoka and Dublin Ranch-Morrow Gas Pools is hereby approved for the Union "35" Federal Well No. 1 to be located at a point 1780 feet from the North line and 660 feet from the West line of Section 35, Township 22 South, Range 28 East, NMPM, Eddy County, New Mexico.

(2) That the W/2 of said Section 35 shall be dedicated to the above-described well.

(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

S F A L