

(3) That the bottomhole location in Order No. R-7242 was calculated in error.

(4) That Order (1) of said Order No. R-7242 should be amended to reflect the true bottomhole location described in Finding No. (1) above.

IT IS THEREFORE ORDERED:

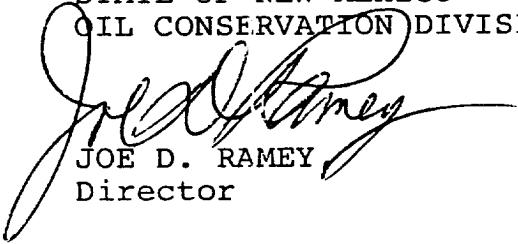
(1) That Order (1) of Division Order No. R-7242 is hereby amended to read in its entirety as follows:

"(1) That the applicant, Sovereign Oil Co., is hereby authorized to directionally drill a well from an unorthodox surface location 1730 feet from the North line and 900 feet from the West line of Section 9, Township 32 North, Range 6 West, NMPM, San Juan County, New Mexico, vertically to an approximate depth of 1500 feet and then directionally to a bottomhole location in the Pictured Cliffs formation within 50 feet of a point 1442 feet from the North line and 826 feet from the West line of said Section 9."

(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 E A L

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AUG 8 - 1983

OIL CON. DIV.  
DIST. 3

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. 7919  
Order No. R-7242-A

APPLICATION OF SOVEREIGN OIL COMPANY  
FOR AMENDMENT OF DIVISION ORDER  
NO. R-7242, SAN JUAN COUNTY,  
NEW MEXICO.

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AUG 8 - 1983

ORDER OF THE DIVISION

OIL CON. DIV.  
DIST. 3

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 20, 1983, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 1st day of August, 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, Sovereign Oil Company, seeks an amendment of Division Order No. R-7242 to show corrected unorthodox surface and bottomhole locations for their 32-6 Well No. 1 located in Section 9, Township 32 North, Range 6 West, as follows:

Surface location 1730 feet from the North line and 900 feet from the West line;

bottomhole location at the top of the Pictured Cliffs formation 1482 feet from the North line and 836 feet from the West line;

and a bottomhole location at the base of the Pictured Cliffs formation 1442 feet from the North line and 826 feet from the West line.