

CASE 7134: READ & STEVENS, INC. FOR AN
UNORTHODOX GAS WELL LOCATION AND TWO
NON-STANDARD GAS PRORATION UNITS, CHAVES
COUNTY NEW MEXICO

CASE NO.

7134

APPLICATION,
TRANSCRIPTS,
SMALL EXHIBITS,
ETC.



BRUCE KING
GOVERNOR
LARRY KEHCE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

February 25, 1981

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. William F. Carr
Campbell, Byrd & Black
Attorneys at Law
Post Office Box 2208
Santa Fe, New Mexico

Re: CASE NO. 7134
ORDER NO. R-6595

Applicant:

Read & Stevens, Inc.

Dear Sir:

Enclosed herewith are two copies of the above-referenced
Division order recently entered in the subject case.

Yours very truly,


JOE D. RAMEY
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD x
Artesia OCD x
Aztec OCD

Other Kenneth Bateman

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. 7134
Order No. R-6595

APPLICATION OF READ & STEVENS, INC.
FOR AN UNORTHODOX GAS WELL LOCATION
AND TWO NON-STANDARD GAS PRORATION
UNITS, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 11, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 23rd day of February, 1981, 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, Read & Stevens, Inc., seeks approval of two 160-acre non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool, the first being the NW/4 of Section 13, Township 15 South, Range 27 East, NMPM, to be dedicated to its Langley "Com" Well No. 1 in Unit C, and the other being the NE/4 of said Section 13 to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the North line and 1315 feet from the East line of the section.

(3) That both of said non-standard proration units may reasonably be presumed productive of gas from the Buffalo Valley-Pennsylvanian Gas Pool and that the entire non-standard gas proration units can be efficiently and economically drained and developed by the respective aforesaid wells.

-2-

Case No. 7134
Order No. R-6595

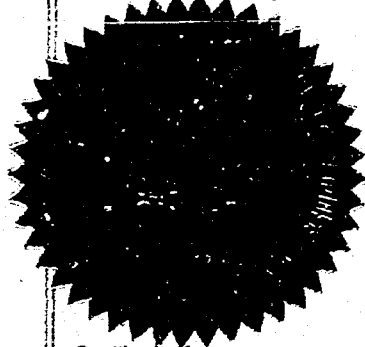
(4) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Buffalo Valley-Pennsylvanian Gas Pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That Read and Stevens, Inc. is hereby granted two 160-acre non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool, the first comprising the NW/4 of Section 13, Township 15 South, Range 27 East and the second being the NE/4 of said Section 13, NMPM, Chaves County, New Mexico, said unit to be dedicated to the Langley "Com" Well No. 1 in Unit C and a well to be drilled at an unorthodox location 1315 feet from the North line and 1315 feet from the East line of the Section, respectively.

(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
JOE D. RAMEY,
Director

S E A L

dr/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
11 February 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Read & Stevens, Inc.,
for an unorthodox gas well location
and two non-standard gas proration
units, Chaves County, New Mexico.

CASE
7134

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: Call next Case 7134.

MR. PADILIA: Application of Read & Stevens, Inc., for an unorthodox gas well location and two non-standard gas proration units, Chaves County, New Mexico.

MR. STAMETS: This case was heard at the Examiner Hearing four weeks ago and readvertised.

Is there any additional testimony or appearances in this case?

There being none, the case will be taken under advisement and the hearing is adjourned.

(Hearing concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd C.S.R.

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7134, heard by me on 2-11, 1981.

Richard V. Plamont, Examiner
Oil Conservation Division

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
11 February 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Read & Stevens, Inc.,
for an unorthodox gas well location)
and two non-standard gas proration)
units, Chaves County, New Mexico.)

CASE
7134

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: Call next Case 7134.

MR. PADJIMA: Application of Read & Stevens, Inc., for an unorthodox gas well location and two non-standard gas proration units, Chaves County, New Mexico.

MR. STAMETS: This case was heard at the Examiner Hearing four weeks ago and readvertised.

Is there any additional testimony or appearances in this case?

There being none, the case will be taken under advisement and the hearing is adjourned.

(Hearing concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd C.S.R.

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. _____ heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B
Sunia Fe, New Mexico 87501
Phone (505) 455-7409

CASE 7151: Application of C & E Operators, Inc. for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying the N/2 of Section 9, Township 30 North, Range 11 West, to be dedicated to a well to be drilled at a standard location in the NE/4 and a well to be drilled at a previously approved unorthodox location in the NW/4 of said Section 9. Also to be considered will be the cost of drilling and completing said wells and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a charge for risk involved in drilling said wells.

CASE 7152: Application of C & E Operators, Inc. for compulsory pooling and a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying a 158.54-acre non-standard gas proration unit comprising the SW/4 of Section 9, Township 30 North, Range 11 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7153: Application of C & E Operators, Inc. for compulsory pooling and a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Mesaverde formation underlying a 158.54-acre non-standard gas proration unit comprising the SW/4 of Section 8, Township 30 North, Range 11 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7129: (Continued from January 28, 1981, Examiner Hearing)

Application of Koch Exploration Company for compulsory pooling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Dakota formation underlying the N/2 of Section 28, Township 28 North, Range 8 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 6670: (Continued from January 14, 1981, Examiner Hearing)

In the matter of Case 6670 being reopened and pursuant to the provisions of Order No. R-6183 which order promulgated temporary special rules and regulations for the Red Hills-Devonian Gas Pool in Lea County, New Mexico, including a provision for 640-acre spacing units. Operators in said pool may appear and show cause why the pool should not be developed on 320-acre spacing units.

CASE 7154: Application of Mobil Producing Texas and New Mexico, Inc. for designation of a tight formation, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Mesaverde formation underlying portions of Townships 26 and 27 North, Ranges 2 and 3 West, containing 13,920 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.

CASE 7134: (Continued and Readvertised)

Application of Read & Stevens, Inc. for an unorthodox gas well location and two non-standard gas proration units, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of two 160-acre non-standard proration units in the Buffalo Valley-Pennsylvanian Gas Pool, the first being the NW/4 of Section 13, Township 15 South, Range 27 East, to be dedicated to its Langley "Com" Well No. 1 in Unit C, and the other being the NE/4 of said Section 13 to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the North and East lines of the section.

CASE 7133: Application of Read & Stevens, Inc. for an unorthodox gas well location and two non-standard gas proration units, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of two 160-acre non-standard proration units in the Buffalo Valley-Pennsylvanian Gas Pool, the first being the NW/4 of Section 12, Township 15 South, Range 27 East, to be dedicated to its Hurd Well No. 1 in Unit C, and the other being the SW/4 of said Section 12 to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the South and West lines of the section.

CASE 7134: Application of Read & Stevens, Inc. for an unorthodox gas well location and two non-standard gas proration units, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of two 160-acre non-standard proration units in the Buffalo Valley-Pennsylvanian Gas Pool, the first being the NW/4 of Section 13, Township 15 South, Range 27 East, to be dedicated to its Langley "Com" Well No. 1 in Unit C, and the other being the NE/4 of said Section 12 to be dedicated to a well to be drilled at an unorthodox location 1315 feet from the North and East lines of the section.

CASE 7100: (Continued from the December 10, 1980, Examiner Hearing)

Application of Harvey E. Yates Company for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Atoka and Morrow production in the wellbore of its Travis 24 State Com Well No. 1 in Unit H of Section 24, Township 18 South, Range 28 East.

CASE 7086: (Continued from the December 10, 1980, Examiner Hearing)

Application of Blackwood & Nichols Company, Ltd. for designation of a tight formation, San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Pictured Cliffs formation underlying portions of Townships 30 and 31 North, Ranges 6, 7, and 8 West, containing 33,500 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.

CASE 6940: (Continued from the December 30, 1980, Examiner Hearing)

Application of Adobe Oil Company for compulsory pooling, Lea County, New Mexico. Applicant in the above-styled cause, seeks an order pooling all mineral interests down through the Wolfcamp formation underlying the NW/4 SE/4 for oil and the SE/4 for gas, Section 23, Township 20 South, Range 38 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

CASE 7103: (Continued from the December 30, 1980, Examiner Hearing)

Application of E. L. Latham, Jr. for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp thru Pennsylvanian formations underlying the N/2 of Section 7, Township 22 South, Range 26 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

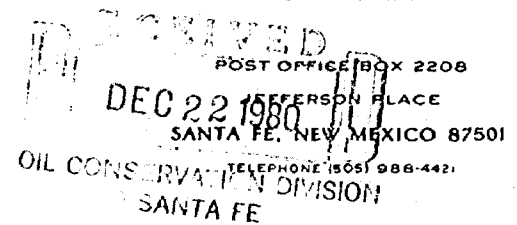
CASE 7114: (Continued from the December 30, 1980, Examiner Hearing)

Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Rio Penasco "JX" Well No. 2, a Morrow test to be drilled 660 feet from the South and East lines of Section 35, Township 18 South, Range 25 East, the S/2 of said Section 35 to be dedicated to the well.

CAMPBELL AND BLACK, P.A.

LAWYERS

JACK M. CAMPBELL
BRUCE D. BLACK
MICHAEL B. CAMPBELL
WILLIAM F. CARR



December 22, 1980

Case 7134

Mr. Joe D. Ramey
Division Director
Oil Conservation Division
New Mexico Department of
Energy and Minerals
Post Office Box 2088
Santa Fe, New Mexico 87501

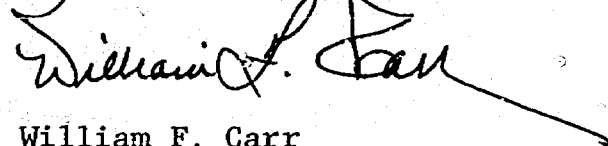
Re: Application of Read & Stevens, Inc. for
Approval of an Unorthodox Well Location,
Two Non-Standard Proration Units and Approval
of Infill Drilling, Chaves County, New Mexico

Dear Mr. Ramey:

Enclosed in triplicate is the application of Read & Stevens,
Inc. in the above-referenced matter.

The applicant requests that this matter be included on the
docket for the examiner hearing scheduled to be held on
January 14, 1981.

Very truly yours,


William F. Carr

WFC:lr

Enclosures

cc: Mr. William P. Aycock

BEFORE THE

DEC 22 1960

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN UNORTHODOX
WELL LOCATION, TWO NON-STANDARD
PRORATION UNITS AND APPROVAL OF
INFILL DRILLING, CHAVES COUNTY,
NEW MEXICO.

Case 7134

APPLICATION

Comes now READ & STEVENS, INC., by its undersigned attorneys, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox well location and two non-standard gas proration units, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, and in support of its application states:

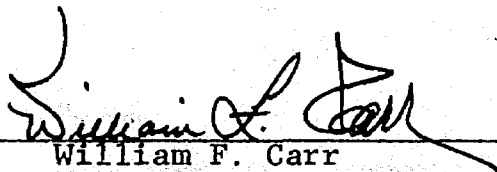
1. Read & Stevens, Inc. is the operator of the N/2 of Section 13, Township 15 South, Range 27 East, N.M.P.M., Chaves County, New Mexico, which is dedicated to its Langley "Comm." No. 1 Well located in Unit C of said Section 13.
2. Applicant seeks the establishment of two non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool; one comprising the NW/4 of said Section 13 as a new 160-acre proration unit to be dedicated to the Langley "Comm." No. 1 Well and the other comprising the NE/4 of said Section 13 as a new 160-acre proration unit to be dedicated to a well applicant proposes to drill at an unorthodox location.
3. That Special Pool Rules for the Buffalo Valley-Pennsylvanian Gas Pool were promulgated by Oil Conserva-

tion Division Order §-1670-H on March 4, 1969, which established special requirements for the location of wells in this pool.

4. That applicant seeks an exception to the Special Pool Rules to enable it to locate its proposed well 1320 feet from the North and East lines of the Section.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission or one of the Division's duly appointed examiners and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,
CAMPBELL AND BLACK, P.A.

By 
William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

BEFORE THE
OIL CONSERVATION DIVISION

DEC 22 1930

NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN UNORTHODOX
WELL LOCATION, TWO NON-STANDARD
PRORATION UNITS AND APPROVAL OF
INFILL DRILLING, CHAVES COUNTY,
NEW MEXICO.

Case 7134

APPLICATION

Comes now READ & STEVENS, INC., by its undersigned attorneys, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox well location and two non-standard gas proration units, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, and in support of its application states:

1. Read & Stevens, Inc. is the operator of the N/2 of Section 13, Township 15 South, Range 27 East, N.M.P.M., Chaves County, New Mexico, which is dedicated to its Langley "Comm." No. 1 Well located in Unit C of said Section 13.
2. Applicant seeks the establishment of two non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool; one comprising the NW/4 of said Section 13 as a new 160-acre proration unit to be dedicated to the Langley "Comm." No. 1 Well and the other comprising the NE/4 of said Section 13 as a new 160-acre proration unit to be dedicated to a well applicant proposes to drill at an unorthodox location.
3. That Special Pool Rules for the Buffalo Valley-Pennsylvanian Gas Pool were promulgated by Oil Conserva-

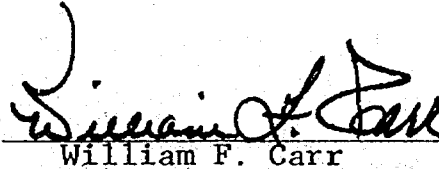
tion Division Order §-1670-H on March 4, 1969, which established special requirements for the location of wells in this pool.

4. That applicant seeks an exception to the Special Pool Rules to enable it to locate its proposed well 1320 feet from the North and East lines of the Section.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission or one of the Division's duly appointed examiners and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,
CAMPBELL AND BLACK, P.A.

By


William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

BEFORE THE
OIL CONSERVATION DIVISION
NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS

DEC 22 1930
OIL CONSERVATION DIVISION
SANTA FE

APPLICATION OF READ & STEVENS, INC.
FOR APPROVAL OF AN UNORTHODOX
WELL LOCATION, TWO NON-STANDARD
PRORATION UNITS AND APPROVAL OF
INFILL DRILLING, CHAVES COUNTY,
NEW MEXICO.

Case 7134

APPLICATION

Comes now READ & STEVENS, INC., by its undersigned attorneys, and applies to the New Mexico Oil Conservation Division for approval of an unorthodox well location and two non-standard gas proration units, Buffalo Valley-Pennsylvanian Gas Pool, Chaves County, New Mexico, and in support of its application states:

1. Read & Stevens, Inc. is the operator of the N/2 of Section 13, Township 15 South, Range 27 East, N.M.P.M., Chaves County, New Mexico, which is dedicated to its Langley "Comm." No. 1 Well located in Unit C of said Section 13.
2. Applicant seeks the establishment of two non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool; one comprising the NW/4 of said Section 13 as a new 160-acre proration unit to be dedicated to the Langley "Comm." No. 1 Well and the other comprising the NE/4 of said Section 13 as a new 160-acre proration unit to be dedicated to a well applicant proposes to drill at an unorthodox location.
3. That Special Pool Rules for the Buffalo Valley-Pennsylvanian Gas Pool were promulgated by Oil Conserva-

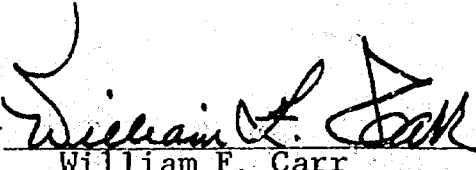
tion Division Order S-1670-H on March 4, 1969, which established special requirements for the location of wells in this pool.

4. That applicant seeks an exception to the Special Pool Rules to enable it to locate its proposed well 1320 feet from the North and East lines of the Section.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission or one of the Division's duly appointed examiners and that after notice and hearing as required by law, the Division enter its order approving the application.

Respectfully submitted,
CAMPBELL AND BLACK, P.A.

By


William F. Carr
Post Office Box 2208
Santa Fe, New Mexico 87501
Attorneys for Applicant

Case _____

Application of Read & Stevens, Inc.
for an Unorthodox Well Location,
Two Non-Standard Proration Units and
Approval of Infill Drilling, Chaves
County, New Mexico.

Applicant in the above-styled cause, seeks approval of
two 160-acre non-standard proration units, one comprising the
NW/4 of Section 13, Township 15 South, Range 27 East, Buffalo
Valley-Pennsylvanian Gas Pool, to be dedicated to its
Langley^{ey} "Comm. No. 1 Well and also a non-standard proration
^{Unit C}
unit comprising the NE/4 of said Section 12 to be dedicated
to a well to be drilled at an unorthodox location 1320 feet
from the North and East lines of the section; applicant
further seeks a waiver of existing well spacing requirements.

DRAFT

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

Re-advertise

dr/

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

JAR

CASE NO. 7134

Order No. R- 6595

EL
GR
APPLICATION OF READ & STEVENS, INC.
FOR AN UNORTHODOX GAS WELL LOCATION AND TWO
~~XXXX~~ NON-STANDARD ~~PRORATION UNITS~~, GAS PRORATION UNITS,
CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

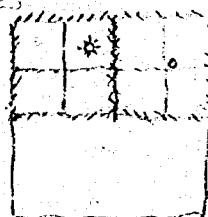
This cause came on for hearing at 9 a.m. on Feb 11
January 14, 19 81, at Santa Fe, New Mexico, before Examiner Richard L. Stamets
NOW, on this Feb day of January, 19 81, the Division
Director, having considered the testimony, the record, and the
recommendations of the Examiner, and being fully advised 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, Read & Stevens, Inc.
two
seeks approval of a 160 -acre non-standard gas proration units
in the Buffalo Valley-Pennsylvanian Gas Pool, the first being the
~~xxxx~~ comprising the NW 1/4 of Section 13, Town-
ship 15 South, Range 27 East, NMPM, to be dedicated to
its Langley "Com" Well No. 1 in Unit C, and the other being
~~xxxx~~ the NE 1/4 of said Section 13 to be dedicated, located in to a
well to be drilled at an unorthodox location 1315 feet from the North
~~xxxx~~ Unit xxxxxxxxxx of said Section xxx line and 1315 feet from the East
line of the section.

(3) That ~~the entire~~ both of said non-standard proration unit may reasonably
be presumed productive of gas from the Buffalo Valley-Pennsylvanian
Gas Pool and that the entire non-standard gas proration unit can
be efficiently and economically drained and developed by the respective
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 Buffalo Valley-Pennsylvanian Gas 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 Read and Stevens, Inc. is hereby granted*

(1) ~~that~~ ^{two} ~~160~~ ¹⁶⁰ -acre non-standard gas proration units in the Buffalo Valley-Pennsylvanian Gas Pool, comprising the NW/4 of Section 13, Township 15 South Range 27 East and the second being the NE/4 of said Section 13 NMPM, Chaves County, New Mexico,

~~is hereby established and dedicated to use the~~ *Langley*
"Com" Well No. 1 in Unit C and a well to be drilled at an unorthodox
~~location 1315 feet from the North line and 1315 feet from the East line~~
~~of the Section, respectively. xxxxxx~~
~~located in Unit C of said~~

(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.