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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2777 Order No. R-2463

> > i.

APPLICATION OF CONSOLIDATED OIL & GAS, INC., FOR AN UNORTHODOX LOCATION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 20, 1963, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>5th</u> day of April, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Consolidated Oil & Gas, Inc., seeks authority to complete its Apache Well No. 2-16 in the Blanco-Mesaverde Pool at an unorthodox location 790 feet from the North line and 1850 feet from the West line of Section 16, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(3) That the applicant commenced drilling operations at the above location with the intention of completing the subject well as a Basin Dakota-Tapacito Pictured Cliffs dual completion; that the applicant lost junk in the hole below 5992 feet; and that it is not now economically feasible to complete the subject well in the Basin-Dakota formation.

(4) That approval of the subject application will neither cause waste nor impair correlative rights.

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(5) That approval of the subject application will prevent economic waste caused by the drilling of unnecessary wells.

IT IS THEREFORE ORDERED:

(1) That the applicant, Consolidated Oil & Gas, Inc., is hereby authorized to complete its Apache Well No. 2-16 at an unorthodox location in the Blanco-Mesaverde Pool 790 feet from the North line and 1850 feet from the West line of Section 16, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(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

JACK M. CAMPBELL, Chairman

A. L. PORTER, Jr., Member & Secretary

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