

*Entered October 27, 1965
R.L.P.*

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. 3324
Order No. R-2987

APPLICATION OF NEWMONT OIL COMPANY
FOR AN UNORTHODOX LOCATION, EDDY
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 19, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 27th day of October, 1965, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Newmont Oil Company, is the operator of the West Grayburg Sand Waterflood Project in the Loco Hills Pool, Eddy County, New Mexico.

(3) That the applicant seeks authority to drill an oil producing well in said waterflood project at an unorthodox location in the Loco Hills Pool 990 feet from the South line and 1310 feet from the West line of Section 2, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico.

(4) That approval of the proposed location should increase the efficiency of the West Grayburg Sand Waterflood Project and

-2-

CASE No. 3324
Order No. R-2987

result in greater ultimate recovery of oil, thereby preventing waste.

(5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the pool, and will otherwise prevent waste and protect correlative rights.

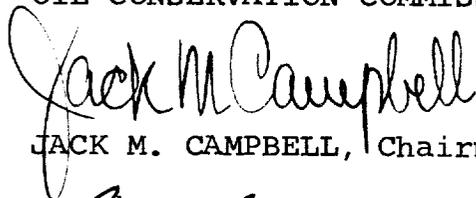
IT IS THEREFORE ORDERED:

(1) That the applicant, Newmont Oil Company, is hereby authorized to drill a producing oil well in the West Grayburg Sand Unit Waterflood Project Area at an unorthodox location in the Loco Hills Pool 990 feet from the South line and 1310 feet from the West line of Section 2, Township 18 South, Range 29 East, NMPM, Eddy 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



GUYTON B. HAYS, Member



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

S E A L

esr/