Filed Accenter 9, 1965 ask.

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. 3329 Order No. R-2994

APPLICATION OF TENNECO OIL COMPANY FOR DIRECTIONAL DRILLING, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 3, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>9th</u> day of November, 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, Tenneco Oil Company, seeks authority to plug back and directionally drill four wells in Townships 29 and 30 North, Ranges 8 and 9 West, NMPM, San Juan County, New Mexico, and to recomplete said wells in the Mesaverde formation or the Mesaverde and Dakota formations.

(3) That the applicant proposes to conduct deviation tests to assure that each well is bottomed no nearer than 200 feet to the outer boundary of the proration unit.

(4) That due to the method originally utilized to complete the subject wells in the Mesaverde formation, conventional recompletion methods are impracticable.

(5) That the proposed method of recompletion will prevent the drilling of unnecessary wells, result in more efficient

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completions, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Tenneco Oil Company, is hereby authorized to directionally drill to the Mesaverde formation or to the Mesaverde and Dakota formations the following-described wells:

> SAN JUAN COUNTY, NEW MEXICO TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM Florance No. 24, Unit A, Section 23

> TOWNSHIP 30 NORTH, RANGE 8 WEST, NMPM Florance No. 36, Unit H, Section 3 Florance No. 35, Unit A, Section 18

> TOWNSHIP 30 NORTH, RANGE 9 WEST, NMPM Florance No. 5, Unit A, Section 22

<u>PROVIDED HOWEVER</u>, That the applicant shall conduct a deviation test on each well and shall conduct a directional survey on any well that could be bottomed nearer than 200 feet to the outer boundary of the proration unit.

(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 L CONSERVATION COMMISSION

CAMPBELL! Chairman

HAYS Member rtie 1. ---

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

SEAL

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