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. 5078 Order No. R-4654

APPLICATION OF FRANKLIN, ASTON & FAIR FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 17, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>16th</u> day of November, 1973, 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, Franklin, Aston & Fair, seeks authority to reenter its McIntyre Well No. 6-A, an old hole located 990 feet from the South line and 1650 feet from the East line of Section 20, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico, to test the Morrow formation.

(3) That the E/2 of said Section 20 is to be dedicated to the well.

(4) That utilization of the subject well at said unorthodox location will enable applicant to effect a considerable economic saving by not having to drill some 6,875 feet.

(5) That no offset operator objected to the proposed unorthodox location.

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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 the applicant, Franklin, Aston & Fair, are hereby authorized to re-enter its McIntyre Well No. 6-A, an old hole located at a point 990 feet from the South line and 1650 feet from the East line of Section 20,

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Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico, to test the Morrow formation.

(2) That the E/2 of said Section 20 shall be dedicated to the above-described well.

(3) 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 file TRUJILLO, Chairman

ALEX J. ARMIJO, Member N , PORTER, JR., Member & Secretary L

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