

Entered June 19, 1978

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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. 6243
Order No. R-5747

APPLICATION OF CAULKINS OIL COMPANY
FOR FOUR UNORTHODOX GAS WELL LOCATIONS,
RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 7, 1978, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 15th day of June, 1978, 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, Caulkins Oil Company, seeks approval of unorthodox gas well locations for its Breech "E" Wells Nos. 104 and 587, located in Unit P of Section 5 and Unit J of Section 4, respectively, and its Breech "A" Wells Nos. 207 and 679, located in Unit O of Section 10 and Unit J of Section 9, respectively, all in Township 26 North, Range 6 West, Blanco Mesaverde Pool, Rio Arriba County, New Mexico.

(3) That the E/2 of said Sections 5 and 4, respectively, is to be dedicated to the above-described Breech "E" Wells Nos. 104 and 587 and the E/2 of said Sections 10 and 9, respectively, to the Breech "A" Wells Nos. 207 and 679.

(4) That each of said wells was originally drilled at a standard location for the South Blanco-Tocito Oil Pool, but has long been shut in as no longer productive from said pool.

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

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(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:

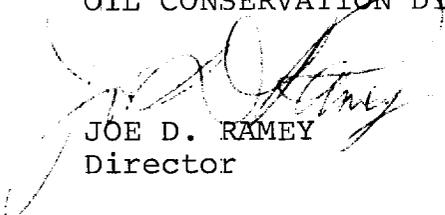
(1) That unorthodox gas well locations for the Mesaverde formation are hereby approved for the Caulkins Oil Company Breech "E" Wells Nos. 104 and 587, located in Unit P of Section 5 and Unit J of Section 4, respectively, and the Breech "A" Wells Nos. 207 and 679, located in Unit O of Section 10 and Unit J of Section 9, respectively, all in Township 26 North, Range 6 West, Blanco Mesaverde Pool, Rio Arriba County, New Mexico.

(2) That the E/2 of said Sections 5 and 4, respectively, shall be dedicated to the above-described Breech "E" Wells Nos. 104 and 587 and the E/2 of said Sections 10 and 9, respectively, to the Breech "A" Wells Nos. 207 and 679.

(3) 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
Director

S E A L

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