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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. 6812 Order No. R-5816-A

APPLICATION OF MARALO INC. TO AMEND ORDER NO. R-5816, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 27, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 19th day of March, 1980, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

UNIT WELL

(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, Maralo Inc., seeks to amend Order No. R-5816 to permit the seven Maralo Jalmat Yates Unit Waterflood Project injection wells authorized to be drilled at unorthodox locations by said order to be produced until May 1, 1980, or until depleted, prior to being placed on water injection.

(3) That said wells have been drilled at the following unorthodox locations:

<u>NO.</u>	LOCAT	LON							
4								T-25-S,	
9	400'	FSL a	and	1000'	FEL,	Sec.	12,	T-25-S,	R-36-E
15	1050'	FNL a	and	1100'	FEL,	Sec.	13,	T-25-S,	R-36-E
19	1300'	FNL a	and	1350'	FWL,	Sec.	18,	T-25-S,	R-37-E
20	1250'	FNL	and	70'	FWL,	Sec.	18,	T-25-S,	R-37-E
25	2500 '	FNL a	and	1550'	FWL,	Sec.	18,	T-25-S,	R-37-E
31	1650'	FSL a	and	1700'	FWL,	Sec.	18,	T-25-S,	R-37-E

-2-Case No. 6812 Order No. R-5816-A

(4) That approval of this application will result in the recovery of hydrocarbons from the aforesaid seven wells which would not otherwise be recovered, thereby preventing waste.

(5) That no offset operator appeared and objected to production.

(6) That the application should be approved.

IT IS THEREFORE ORDERED:

(1) That the applicant, Maralo Inc., is hereby authorized to produce the following described seven proposed Maralo Jalmat Yates Unit Waterflood project injection wells, at unorthodox locations, Jalmat Pool, Lea County, New Mexico, pending conversion of such wells to water injection:

UNIT WELL

NO. LOCATION

4	1440'	FSL and	1150'	FEL,	Sec.	12,	T-25-S,	R-36-E
9	400'	FSL and	1000'	FEL,	Sec.	12,	T-25-S,	R-36-E
15	1050'	FNL and	1100'	FEL,	Sec.	13,	T-25-S,	R-36-E
19	1300'	FNL and	1350'	FWL,	Sec.	18,	T-25-S,	R−37-E
20	1250'	FNL and	70'	FWL,	Sec.	18,	T-25-S,	R−37-E
25	2500 '	FNL and	1550'	FWL,	Sec.	18,	T-25-S,	R-37-E
31	1650 '	FSL and	1700'	FWL,	Sec.	18,	т-25-S,	R - 37Е

(2) 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.

11

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY Director

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