

Entered May 22, 1980
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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. 6888
Order No. R-6355

APPLICATION OF CONOCO INC. FOR A
NON-STANDARD PRORATION UNIT AND
AN UNORTHODOX GAS WELL LOCATION,
LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 7, 1980,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 22nd day of May, 1980, 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, Conoco Inc., seeks approval of a
120-acre non-standard gas proration unit comprising the S/2 SE/4
and NE/4 SE/4 of Section 12, Township 19 South, Range 36 East,
NMPM, Eumont Gas Pool, Lea County, New Mexico, to be dedicated
to its State KN-12 Well No. 7 drilled at an unorthodox location
330 feet from the South line and 1650 feet from the East line of
said Section 12.
- (3) That the entire non-standard proration unit may reason-
ably be presumed productive of gas from the Eumont Gas Pool and
that the entire non-standard gas proration unit can be efficiently
and economically drained and developed by the aforesaid well.
- (4) That approval of the subject application will afford
the applicant the opportunity to produce his just and equitable
share of the gas in the Eumont Gas Pool, will prevent the economic
loss caused by the drilling of unnecessary wells, avoid the aug-
mentation of risk arising from the drilling of an excessive number

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of wells, and will otherwise prevent waste and protect correlative rights.

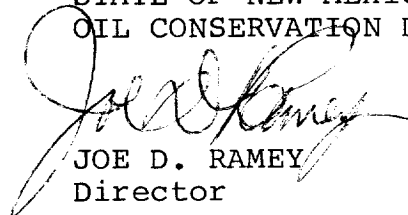
IT IS THEREFORE ORDERED:

(1) That a 120-acre non-standard gas proration unit in the Eumont Gas Pool comprising the S/2 SE/4 and NE/4 SE/4 of Section 12, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, is hereby established and dedicated to its State KN-12 Well No. 7 drilled at an unorthodox location 330 feet from the South line and 1650 feet from the East line of said Section 12.

(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.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

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