Entered July 7, 1980 Jack

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6928 Order No. R-6391

APPLICATION OF ARCO OIL AND GAS COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 5, 1980, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 7th day of July, 1980, the Commission, a quorum being present, having considered the testimony, exhibits, and the record, 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, ARCO Oil and Gas Company, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 of Section 24, Township 17 South, Range 28 East, NMPM, South Empire-Morrow Gas Pool, Eddy County, New Mexico.

(3) That the applicant has the right to drill and proposes to drill a well at an orthodox location 660 feet from the South line and 1980 feet from the East line of said Section 24.

(4) That in companion Case No. 6927, Doyle Hartman requested compulsory pooling of the S/2 of said Section 24 to be dedicated to a well to be drilled at an unorthodox location 800 feet from the South line and 1980 feet from the West line of said Section 24.

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(5) That the preponderance of evidence indicated that the unorthodox location as proposed by Doyle Hartman was the most favorable for recovering hydrocarbons which underlie said Section 24.

(6) That the application of Doyle Hartman was approved by Order No. R-6390.

(7) That this application should be denied.

IT IS THEREFORE ORDERED:

(1) That the application in this cause is denied.

(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 OIL CONSERVATION COMMISSION

ALEX J. ARMIJO, Member Cland auny EMERY C ARNOLD, Member Member & Secretary D.

SEAL

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