Entered March 2, HUK

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. 7482 Order No. R-6909

APPLICATION OF WISER OIL COMPANY FOR AN UNORTHODOX OIL WELL LOCATION, LEA COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

## BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 17, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>2nd</u> day of March, 1982, 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, Wiser Oil Company, seeks approval of an unorthodox oil well location 1295 feet from the South line and 1345 feet from the West line of Section 32, Township 21 South, Range 37 East, NMPM, Penrose-Skelly Pool, Lea County, New Mexico.

(3) That the SE/4 SW/4 of said Section 32 is to be dedicated to the well.

(4) That a well at said unorthodox location will better enable applicant to evaluate drainage and secondary recovery potential of its Downes "A" Lease in the SW/4 of said Section 32.

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

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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 oil 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 Wiser Oil Company is hereby authorized an unorthodox oil well location for a well to be located at a point 1295 feet from the South line and 1345 feet from the West line of Section 32, Township 21 South, Range 37 East, NMPM, Penrose-Skelly Pool, Lea County, New Mexico.

(2) That the SE/4 SW/4 of said Section 32 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 Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION MANNY JOE D. RAMEY, Director

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