

Entered August 24, 1982
JGR

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. 7654
Order No. R-7065

APPLICATION OF RAULT PETROLEUM
CORPORATION FOR AN UNORTHODOX GAS
WELL LOCATION, CHAVES COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 18, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 24th day of August, 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, Rault Petroleum Corporation, seeks approval of an unorthodox Pennsylvanian gas well location 600 feet from the South line and 660 feet from the West line of Section 13, Township 8 South, Range 7 East, NMPM, Chaves County, New Mexico.
- (3) That said well was originally projected to the Abo formation at a standard location, but on being non-productive in said formation, was deepened to the Pennsylvanian formation, wherein commercial production was encountered.
- (4) That the S/2 of said Section 13 is to be dedicated to the well.
- (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 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:

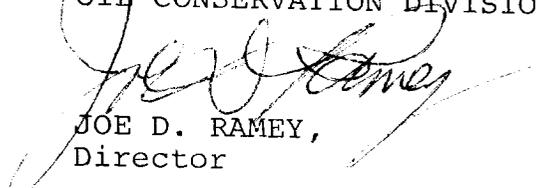
(1) That the application of Rault Petroleum Corporation for an unorthodox gas well location for the Pennsylvanian formation is hereby approved for a well located at a point 600 feet from the South line and 660 feet from the West line of Section 13, Township 8 South, Range 27 East, NMPM, Chaves County, New Mexico.

(2) That the S/2 of said Section 13 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


JOE D. RAMEY,
Director

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