

Entered June 14, 1984
JCR

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. 8201
Order No. R-7558

APPLICATION OF ENSERCH EXPLORATION,
INC. FOR A NON-STANDARD PRORATION
UNIT, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on June 6, 1984, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 14th day of June, 1984, 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, Enserch Exploration, Inc., seeks approval of a 320-acre non-standard Morrow gas proration unit comprising the SW/4, S/2 NW/4 and W/2 SE/4 of Section 13, Township 12 South, Range 31 East, NMPM, to be dedicated to its State "13" Well No. 1 located in Unit L of said Section 13.

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Morrow formation 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 Morrow gas 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.

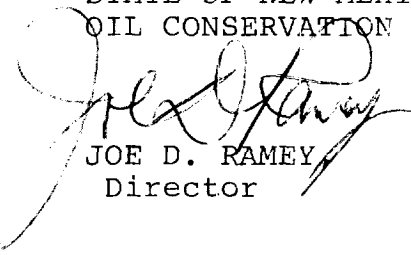
IT IS THEREFORE ORDERED:

(1) That the application of Enserch Exploration, Inc. for a 320-acre non-standard Morrow gas proration unit comprising the SW/4, S/2 NW/4 and W/2 SE/4 of Section 13, Township 12 South, Range 31 East, NMPM, Chaves County, New Mexico, is hereby approved, said unit to be dedicated to its State "13" Well No. 1 located in Unit L of said Section 13.

(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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