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. 8432 Order No. R-7819

APPLICATION OF MARBOB ENERGY CORPORATION FOR THREE UNORTHODOX OIL WELL LOCATIONS, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on December 19, 1984, at Santa Fe, New Mexico, before Examiner Gilbert P. Quintana.

NOW, on this 14th day of February, 1985, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) Cases 8432 and 8433 were consolidated for purposes of testimony.

(3) The applicant, Marbob Energy Corporation, seeks approval of three unorthodox oil well locations described as follows:

M. Dodd B No. 46 2310' FNL and 25' FWL M. Dodd B No. 47 1425' FNL and 330' FEL M. Dodd B No. 48 1425' FNL and 1345' FEL -2-Case No. 8432 Order No. R-7819

All wells being in Section 14, Township 17 South, Range 29 East, NMPM, Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool, Eddy County, New Mexico

(4) The SW/4 NW/4, SE/4 NE/4, and SW/4 NE/4 of said Section 14 are to be dedicated to the M. Dodd B Wells Nos. 46, 47, and 48, respectively.

(5) The wells at said unorthodox locations will better enable applicant to produce the oil underlying said proration units.

(6) No offset operator appeared and objected to the proposed unorthodox locations.

(7) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the affected pool, will prevent the loss of recoverable oil reserves, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Marbob Energy Corporation for three unorthodox oil well locations in the Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool is hereby approved for the wells described as follows:

M. Dodd B No. 46
2310' FNL and 25' FWL
M. Dodd B No. 47
1425' FNL and 330' FEL
M. Dodd B No. 48
1425' FNL and 1345' FEL

All wells are in Section 14, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico.

(2) The SW/4 NW/4, SE/4 NE/4, and SW/4 NE/4 of said Section 14 are to be dedicated to the M. Dodd B Well No. 46, M. Dodd B Well No. 47, and M. Dodd B Well No. 48, respectively.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

-3-Case No. 8432 Order No. R-7819

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION . 4_____ Ď J. Clann C

R. L. STAMETS Director

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