

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 8631
Order No. R-8007-A

APPLICATION OF LYNX PETROLEUM
CONSULTANTS, INC. FOR AN UNORTHODOX
GAS WELL LOCATION, COMPULSORY POOLING, AND
A DUEL COMPLETION, LEA COUNTY, NEW MEXICO.

NUNC PRO TUNC ORDER

BY THE DIVISION:

It appearing to the Division that Order NO. R-8007, dated August 15, 1985, does not correctly state the intended order of the Division,

IT IS THEREFORE ORDERED THAT:

(1) Finding Paragraph No. (2) on page 1 of the Division Order No. R-8007 is hereby corrected to read in its entirety as follows:

"(2) The applicant, Lynx Petroleum Consultants, Inc., seeks an order pooling all mineral interests in the Queen formation underlying the SW/4 of Section 25, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, to form a standard 160 acre gas spacing unit to be dedicated to its Geraldine Doughty Well No. 1 located at an unorthodox gas well location 1650 feet from the South line and 2100 feet from the West line of said Section 25."

(2) Finding Paragraph No. (15) on page 3 of said Order is hereby corrected to read in its entirety as follows:

"(15) The salvage value of the equipment in the subject well should be set at \$47809.33 which costs are fair and reasonable."

(3) Ordering Paragraph No. (1) on pages 4 and 5 of said Order No. R-8007 is hereby corrected to read in its entirety as follows:

"(1) All mineral interests, whatever they may be, in the Queen formation underlying the SW/4 of Section 25, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, are hereby pooled to form a standard 160-acre gas spacing and proration unit to be dedicated to Lynx Petroleum Consultants Geraldine Doughty Well No. 1 located

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1650 feet from the South line and 2100 feet from the West line of said Section 25, which is an unorthodox gas well location for the Queen formation, said location being hereby approved.

PROVIDED HOWEVER, that the operator of said unit shall commence completion operations to the Queen formation of said well on or before the first day of November, 1985, and shall thereafter continue the completion of said well with due diligence;

PROVIDED FURTHER, that in the event said operator does not commence the completion of said well in the Queen formation on or before the first day of November, 1985, Ordering Paragraph No. (1) of this order shall be null and void and of no effect whatsoever, unless said operator obtains a time extension from the Division for good cause shown.

PROVIDED FURTHER, that should said well not be completed, or abandoned in the Queen formation, within 120 days after the effective date of this order, said operator shall appear before the Division Director and show cause why Ordering Paragraph No. (1) of this order should not be rescinded."

(4) Ordering Paragraph No. (6) on page 5 of said Order is hereby corrected to read in its entirety as follows:

"(6) Within 60 days following determination of reasonable well costs, any non-consenting working interest owner who has paid his share of estimated well costs and his share of the \$47809.33 salvage value of the equipment presently in the well in advance, as provided above, shall pay to the operator his pro rata share of the amount that reasonable well costs and his pro rata share of the \$47809.33 salvage value exceed estimated well costs and shall receive from the operator his pro rata share of the amount that estimated well costs exceed reasonable well costs."

(5) The corrections set forth in this order be entered nunc pro tunc as of August 15, 1985.

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DONE at Santa Fe, New Mexico, on this 23rd day of
September, 1985.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



R. L. STAMETS
Director

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