

CASE 11-08:

Application of EnRe Corporation for a horizontal directional drilling project, special operating rules therefor, and an unorthodox well location, Rio Arriba County, New Mexico. Applicant in the above-styled cause, seeks authority to institute a horizontal directional drilling project in the Mancos formation, West Puerto Chiquito-Mancos Pool, underlying a project area comprised of all of Section 15, Township 27 North, Range 1 West. Applicant proposes to drill its Los Indios Canyon 15 N Well No. 1 from an unorthodox surface location 1295 feet from the South line and 1360 feet from the West line of Section 15, directionally drill in an easterly direction to reach the Mancos formation at a true vertical depth of approximately 6921 feet and then drill horizontally until approximately 2600 feet of lateral distance is attained. Applicant further seeks the adoption of special operating provisions and rules within the project area including the designation of a target window for the horizontal portion of the wellbore such that the horizontal or producing portion of the wellbore shall be no closer than 330 feet from the outer boundary of the project area. Said project area is located approximately ___ miles _____ of _____.

