

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 2122
Order No. R-1821

APPLICATION OF HONDO OIL & GAS
COMPANY FOR AN UNORTHODOX OIL
WELL LOCATION IN AN UNDESIGNATED
ABO POOL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on November 14, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 16th day of November, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

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

(2) That the applicant, Hondo Oil & Gas Company, proposes to locate its Hondo-Western-Yates Well No. 38-A at an unorthodox oil well location in an undesignated Abo pool at a point 1160 feet from the North line and 330 feet from the East line of Section 32, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico.

(3) That due to physical conditions beyond the control of applicant, it is impracticable to locate a well at an orthodox location.

(4) That a directional survey should be taken upon completion of the well as a producer.

(5) That in the event the said directional survey establishes that the subject well is bottomed on the SE/4 NE/4 of said Section 32, the Commission may deem it necessary to adjust the allowable assigned to said well.

(6) That inasmuch as the applicant is the owner and operator of all acreage offsetting the proposed unorthodox location,

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approval of the subject application will neither cause waste nor impair correlative rights.

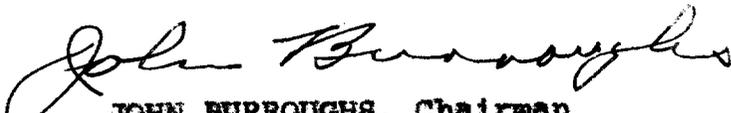
IT IS THEREFORE ORDERED:

That the applicant, Hondo Oil & Gas Company, be and the same is hereby authorized to locate its Hondo-Western-Yates Well No. 38-A at an unorthodox oil well location in an undesignated Abo pool at a point 1160 feet from the North line and 330 feet from the East line of Section 32, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico.

PROVIDED HOWEVER, That a directional survey shall be taken upon completion of said well as a producer and the results of such survey shall be filed with the Commission within 30 days thereafter.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


A. L. PORTER, JR., Member & Secretary

