

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. 8260
Order No. R-7590

THE APPLICATION OF THE OIL CONSERVATION
DIVISION UPON ITS OWN MOTION FOR AN
ORDER ASSIGNING A DISCOVERY ALLOWABLE
TO THE EAST AVALON-BONE SPRING POOL IN
EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on July 11, 1984, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 12th day of July, 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 there is need for the assignment of a discovery allowable to the discovery well for the East Avalon-Bone Spring Pool in Eddy County, New Mexico. Said discovery well is the Exxon Corporation Burton Flat B Well No. 1 located in Unit E of Section 1, Township 21 South, Range 27 East, NMPM, and it is entitled to and should receive a bonus discovery allowable in the amount of 27,400 barrels to be assigned over a two year period. Said discovery well was completed in the Upper Bone Spring formation on September 25, 1983. The top of the perforations is at 5480 feet.

IT IS THEREFORE ORDERED:

(a) That the discovery well for the East Avalon-Bone Spring Pool in Eddy County, New Mexico, being the Exxon Corporation Burton Flat B Well No. 1 located in Unit E of

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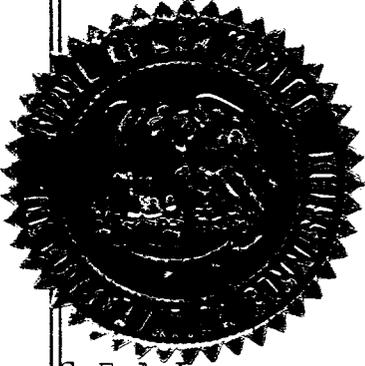
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Section 1, Township 21 South, Range 27 East, NMPM, is hereby assigned a bonus discovery allowable in the amount of 27,400 barrels to be produced over a two year period.

IT IS FURTHER ORDERED:

(1) That the effective date of this order and the discovery allowable assignment included herein shall be August 1, 1984.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Joe D. Ramey
JOE D. RAMEY
Director

S E A L

Ed/