## PROPOSED PRODUCTION LIMITATION FACTOR

## <u>FOR</u>

## MONSANTO UNORTHODOX WELL LOCATION

1. Variation From Standard Location

North/South (1320') - 80% of 1650' location East/West (1320') - 80% of 1650' location

2. Net Area of Encroachment on Offset Acreage (210 ac.)

33% of 640 ac. drainage area

Recommended Penalty with 80% East/West factor, 80% North/South factor, and 33% net-acre factor (80% + 80% + 33%)/3 = 64% restriction of unorthodox well's production

OY

36% Production Limitation Factor to be applied against the well's monthly allowable as set by the Division

BEFORE THE
OIL CONSERVATION COMMISSION
Sante Fe, New Mexico
Case No. 8788 Exhibit No. 5
Submitted by Ameco
Hearing Date 4/9/86