Proposed Production Limitation Factor For Scott Unorthodox Well Location Lea County, New Mexico

1. Variation From Standard Location

North/South (224') - 40% of 554' location East/West (224') - 40% of 554' location

2. Net Area of Encroachment on Offset Acreage (16.6 Ac.)

21% of 80 acre drainage area

Recommended Penalty with 40% North/South factor, 40% East/West factor, and 21% net acreage factor (40% + 40% + 21%) /3 = 34% restriction of unorthodox wells production

or

66% Production Limitation Factor to be applied against the wells prorated allowable

DEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Medico
Case No. 8793 Eddish No. 8
Submitted by UNION TEXAS
Hearing Date 1.7.86

