

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. 9054  
Order No. R-8374

APPLICATION OF POGO PRODUCING COMPANY  
FOR AN UNORTHODOX GAS WELL LOCATION,  
EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on December 17, 1986, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 23rd day of December, 1986, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

- (1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) The applicant, Pogo Producing Company, seeks approval of an unorthodox gas well location 660 feet from the North line and 1650 feet from the West line of Section 26, Township 24 South, Range 28 East, NMPM, to test the Wolfcamp and Strawn formations, Undesignated Salt Draw-Atoka and Undesignated Malaga-Morrow Gas Pools, Eddy County, New Mexico.
- (3) The N/2 of said Section 26 is to be dedicated to the well.
- (4) Geologic evidence presented by the applicant at the hearing indicated that a well at said unorthodox location will have a better chance of encountering the Atoka sands, which are the primary objectives of the test.
- (5) No offset operator objected to the proposed unorthodox location.

(6) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the affected pool, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

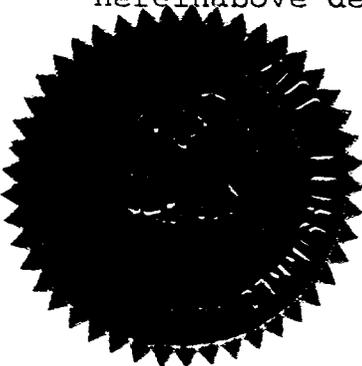
IT IS THEREFORE ORDERED THAT:

(1) The application of Pogo Producing Company for an unorthodox gas well location for the Wolfcamp, Strawn, Atoka and Morrow formations is hereby approved for a well to be located at a point 660 feet from the North line and 1650 feet from the West line of Section 26, Township 24 South, Range 29 East, NMPM, Undesignated Salt Draw-Atoka and Undesignated Malaga-Morrow Gas Pools, Eddy County, New Mexico.

(2) The N/2 of said Section 26 shall be dedicated to the above-described well.

(3) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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



S E A L

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

*R. L. Stamets*  
R. L. STAMETS  
Director

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



February 2, 1987

GARREY CARRUTHERS  
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Post Office Box 3580  
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Re: CASE NO. 9054  
ORDER NO. R-8374-A

Applicant:  
Pogo Producing Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced  
Division order recently entered in the subject case.

Sincerely,

FLORENE DAVIDSON  
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD           x            
Artesia OCD           x            
Aztec OCD                           

Other James Bruce

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STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
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CASE NO. 9054  
Order No. R-8374-A

APPLICATION OF POGO PRODUCING  
COMPANY FOR AN UNORTHODOX GAS  
WELL LOCATION, EDDY COUNTY,  
NEW MEXICO.

NUNC PRO TUNC ORDER

BY THE DIVISION:

It appearing to the Division that Order No. R-8374,  
dated December 23, 1986, does not correctly state the  
intended order of the Division,

IT IS THEREFORE ORDERED THAT:

(1) Ordering Paragraph No. (1) on page 2 of Division  
Order No. R-8374, dated December 23, 1986, be and the same  
is hereby amended to read in its entirety as follows:

"(1) The application of Pogo Producing Company  
for an unorthodox gas well location for the Wolfcamp,  
Strawn, Atoka and Morrow formations is hereby approved  
for a well to be located at a point 660 feet from the  
North line and 1650 feet from the West line of Section  
26, Township 24 South, Range 28 East, NMPM, Undesignated  
Salt Draw-Atoka and Undesignated Malaga-Morrow Gas Pools,  
Eddy County, New Mexico."

(2) The corrections set forth in this order be entered  
nunc pro tunc as of December 23, 1986.

DONE at Santa Fe, New Mexico, on this 2nd day of  
February, 1987.



S E A L  
fd/

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

*William J. Lemay*  
WILLIAM J. LEMAY  
Director