

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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JUN 16 1980

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

O. C. D.
ARTESIA, OFFICE

CASE NO. 6878
Order No. R-6357.

APPLICATION OF STEVENS OIL COMPANY
FOR A NON-STANDARD GAS PRORATION
UNIT AND UNORTHODOX LOCATION, CHAVES
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on May 21, 1980,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 5th day of June, 1980, 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 the applicant, Stevens Oil Company, seeks
approval of a 160-acre non-standard gas proration unit compris-
ing the N/2 SW/4 and S/2 NW/4 of Section 25, Township 8 South,
Range 28 East, NMPM, to be dedicated to its O'Brien "F" Well
No. 4 to be located at an unorthodox location 1650 feet from
the South line and 2310 feet from the West line of said Section
25.
- (3) That the entire non-standard proration unit may reason-
ably be presumed productive of gas from the Twin Lakes-San Andres
Associated Pool and that the entire non-standard gas proration
unit can be efficiently and economically drained and developed
by the aforesaid well.

Ed/

S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
JOE D. RAMEY
Director

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.
(2) That jurisdiction of this cause is retained for the
entry of such further orders as the Division may deem necessary.

(1) That a 160-acre non-standard gas proration unit in
the Twin Lakes-San Andres Associated Pool comprising the N/2
SW/4 and S/2 NW/4 of Section 25, Township 8 South, Range 28
East, NMPM, Chaves County, New Mexico, is hereby established
and dedicated to the Stevens Oil Company O'Brien "F" Well No.
4 at an unorthodox location, hereby approved, 1650 feet from
the South line and 2310 feet from the west line of said Section
25.

IT IS THEREFORE ORDERED:

(4) That approval of the subject application will afford
the applicant the opportunity to produce his just and equitable
share of the gas in the Twin Lakes-San Andres Associated Pool,
will prevent the economic loss caused by the drilling of un-
necessary 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.

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