# STATE OF NEW MEY CO ENEL (, MINERALS AND NATURAL R. DURCES DEPARTMENTED OIL CONSERVATION DIVISION

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

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C. D. N. OFFICE

CASE NO. 9104 Order No. R-8482

## APPLICATION OF BARUCH-FOSTER CORPORATION FOR HARDSHIP GAS WELL CLASSIFICATION, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

#### BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 8, 1987, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 5+h day of August, 1987, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

#### FINDS THAT:

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(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, Baruch-Foster Corporation, seeks a determination that its Little Jewel Com Well No. 1, located 1980 feet from the North line and 1900 feet from the West line (Unit F) of Section 31, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

(3) Said well was dually completed, pursuant to Administrative Order No. MC-1945 dated May 26, 1971, in the South Carlsbad-Strawn and South Carlsbad-Morrow Gas Pools in October 1971.

(4) Presently the well is on a compressor and producing only from the South Carlsbad-Morrow Gas Pool. This application should therefore consider hardship classification for the Morrow zone only.