STATE OF NEW MEXICO

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

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O. C. D. ARTESIA, OFFICE

CASE NO. 7439 Order No. R-6776

APPLICATION OF EASS ENTERPRISES PRODUCTION COMPANY FOR AN AMENDMENT OF DIVISION ORDER NO. R-6776, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on December 16. 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of December, 1981, 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 require by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Bass Enterprises Production Company, seeks the amendment of Division Order No. R-6776 while authorized the directional drilling of its James Ranch Well No. 13 in Section 36, Township 22 South, Range 30 East, to provide for an amended surface location 1440 feet from the Nor line and 860 feet from the West line of Section 6, Township T South, Range 31 East, NMPM, Eddy County, New Mexico.

(3) That the proposed amendment will permit the well ' encounter the formations to be penetrated at the most advantageous locations geologically and would reduce well cost

(4) That no offset operator objected to the proposed amendment to Order No. R-6776.

(5) That the application should be approved.