

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

RECEIVED

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O. C. D.
ARTESIA, OFFICE

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

CASE NO. 6941
Order No. R-6399

APPLICATION OF ELLWADE CORPORATION
FOR A NON-STANDARD GAS PRORATION
UNIT, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on June 25, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 22nd day of July, 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, Ellwade Corporation, seeks approval of a 129.52-acre non-standard gas proration unit comprising the W/2 of partial Section 33, Township 26 South, Range 30 East, NMPM, Eddy County, New Mexico, to be dedicated to its Ross Draw Well No. 1, to be located in Unit C of said Section 33.

(3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Ross Draw-Wolfcamp Gas Pool and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid well.

(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 Ross Draw-Wolfcamp Gas 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:

- (1) That a 129.52-acre non-standard gas proration unit in the Ross Draw-Wolfcamp Gas Pool comprising the W/2 of partial Section 33, Township 26 South, Range 30 East, NMPM, Eddy County, New Mexico, is hereby established and dedicated to its Ross Draw Well No. 1, to be located in Unit C of said Section 33.

- (2) That 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 herein-
above designated.

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

S B A L

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