Case No. 7570 Order No. R-6816

(6) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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 the application of El Paso Natural Gas Company for an unorthodox gas well location for the Wolfcamp and Pennsylvanian formations is hereby approved for a well to be located at a point 660 feet from the South line and 660 feet from the West line of Section 23, Tawnship 26 South, Range 30 East, NMPM, Ross Draw Area, Eddy County, New Mexico.

(2) That the S/2 of said Section 23 shall be dedicated to the above-described well.

(3) That jurisdiction of this cause is relained 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-

STATE OF NEW MEXICO / CIL CONSERVATION DIVISION DOE D. RAMEY Director

SEAL

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