

ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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

CASE NO. 7205
Order No. R-6644

APPLICATION OF SUPRON ENERGY CORPORATION
FOR A NON-STANDARD GAS PRORATION UNIT,
SAN JUAN COUNTY, NEW MEXICO.

RECEIVED

FEB 04 1985

ORDER OF THE DIVISION

OIL CON. DIV.
DIST. 3

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 25, 1981, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 7th day of April, 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 required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Supron Energy Corporation, seeks approval of a 160-acre non-standard gas proration unit comprising the NE/4 of Section 35, Township 31 North, Range 12 West, NMPM, to be dedicated to a well to be drilled at a standard location thereon.
- (3) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Blanco Mesaverde 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 Blanco Mesaverde 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.

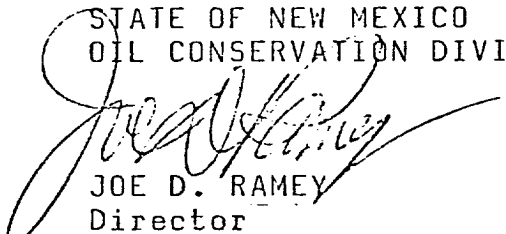
IT IS THEREFORE ORDERED:

(1) That upon application of Supron Energy Corporation a 160-acre non-standard gas proration unit in the Blanco Mesaverde Pool comprising the NE/4 of Section 35, Township 31 North, Range 12 West, NHPM, San Juan County, New Mexico, is hereby established to be dedicated to a well to be drilled at a standard location thereon.

(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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director

SEAL

fd/