

Entered March 29, 1984
AR

STATE OF NEW MEXICO
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. 8119
Order No. R-1011-B

APPLICATION OF ELK OIL COMPANY FOR
AMENDMENT OF DIVISION ORDER R-1011,
LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on March 14, 1984, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of March, 1984, 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, Elk Oil Company, seeks the amendment of Division Order R-1011, as amended, to allow for drilling and proration units to be located on the E/2, W/2, N/2 or S/2 in the Kemnitz-Wolfcamp Pool.
- (3) That the proposed amendment to the special rules for said Kemnitz-Wolfcamp Pool will permit greater flexibility in the final development stage of this older pool.
- (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 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.



-2-

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IT IS THEREFORE ORDERED:

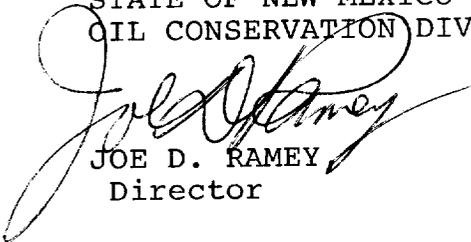
(1) That Rule 2 of the Special Rules and Regulations for the Kemnitz-Wolfcamp Pool as contained in Division Order No. R-1011, as amended, is hereby amended to read in its entirety as follows:

"RULE 2. That 80-acre drilling and proration units be and the same are hereby established for the Kemnitz-Wolfcamp Pool being the North half, South half, East half or West half of a governmental quarter section."

(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

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