

Entered April 28, 1982
JLR

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. 7545
Order No. R-6957

APPLICATION OF BAKER ENGINEERING 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 April 14, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 28th day of April, 1982, 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, Baker Engineering, seeks approval of a 258.16-acre non-standard gas proration unit for the Morrow formation comprising all of partial Section 32, Township 26 South, Range 30 East, NMPM.

(3) That said non-standard proration unit results from a survey correction along the New Mexico-Texas border.

(4) That the entire non-standard proration unit may reasonably be presumed productive of gas from the Morrow formation and that the entire non-standard gas proration unit can be efficiently and economically drained and developed by the aforesaid well.

(5) That approval of the subject application will afford the applicant the opportunity to produce his just and equitable share of the gas in the Morrow formation underlying said non-standard unit, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk

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arising from the drilling of an excessive number of wells, and will otherwise prevent waste and protect correlative rights.

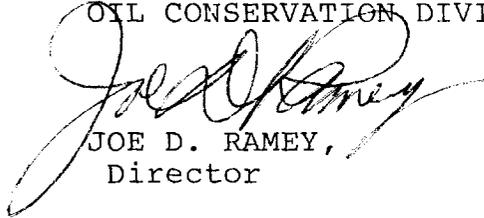
IT IS THEREFORE ORDERED:

(1) That Baker Engineering is hereby granted a 258.16-acre non-standard gas proration unit for the Morrow formation comprising all of partial Section 32, Township 26 South, Range 30 East, NMPM, Eddy County, New Mexico.

(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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