

Entered October 7, 1982  
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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. 7682  
Order No. R-7095

APPLICATION OF CIBOLA ENERGY  
CORPORATION FOR AN UNORTHODOX GAS  
WELL LOCATION, CHAVES COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on September 29, 1982, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of October, 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, Cibola Energy Corporation, seeks approval of an unorthodox gas well location for a well completed 330 feet from the North line and 330 feet from the West line of Section 34, Township 11 South, Range 28 East, NMPM, in the Mississippian formation, Chaves County, New Mexico.

(3) That the W/2 of said Section 34 is to be dedicated to the well.

(4) That a well at said unorthodox location resulted from plugging back of a well drilled as an oil well to a deeper horizon.

(5) That no offset operator objected to the proposed unorthodox location.



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(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:

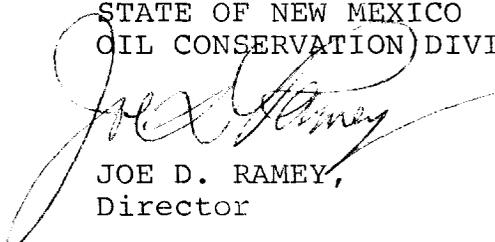
(1) That the application of Cibola Energy Corporation for an unorthodox gas well location for the Mississippian formation is hereby approved for a well drilled at a point 330 feet from the North line and 330 feet from the West line of Section 34, Township 11 South, Range 28 East, NMPM, Chaves County, New Mexico.

(2) That the W/2 of said Section 34 shall be dedicated to the above-described well.

(3) 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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