

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. 6999  
Order No. R-6458

APPLICATION OF GULF OIL CORPORATION  
FOR AN UNORTHODOX WELL LOCATION AND  
SIMULTANEOUS DEDICATION, LEA COUNTY,  
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 20, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 10th day of September, 1980, 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, Gulf Oil Corporation, seeks approval of an unorthodox gas well location for its Harry Leonard NCT-C Well No. 8 located 1980 feet from the North line and 660 feet from the East line of Section 36, Township 21 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico.
- (3) That the applicant further seeks to simultaneously dedicate a previously approved 320-acre non-standard gas proration unit consisting of the N/2 of said Section 36 to the above-described well and to its Harry Leonard NCT-C Well No. 9 located in Unit B of said Section 36.
- (4) That a well at said unorthodox location will better enable applicant to produce the gas underlying the proration unit.

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

(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:

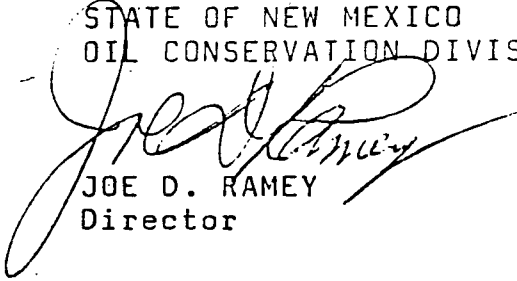
(1) That Gulf Oil Corporation is hereby authorized to drill its Harry Leonard NCT-C Well No. 8 at an unorthodox location 1980 feet from the North line and 660 feet from the East line of Section 36, Township 21 South, Range 36 East, NMPPM, Eumont Gas Pool, Lea County, New Mexico.

(2) That the N/2 of said Section 36 shall be simultaneously dedicated to the above-described well and to applicant's Harry Leonard NCT-C Well No. 9 located in Unit B of said Section 36.

(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 herein-above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY  
Director

S E A L

fd/

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

January 14, 1980

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

cc: *Allyn Stone*  
cc: *Cindy*  
cc: *W H Audi*

RECEIVED

Gulf Oil Exploration and  
Production Company  
P. O. Box 670  
Hobbs, New Mexico 88240

Attention: Mr. R. C. Anderson

Gentlemen:

You are hereby authorized to simultaneously dedicate an existing 320-acre proration unit, previously approved by NSP-310, and comprising the N/2 of Section 36, Township 21 South, Range 36 East, NMPM, to your Harry Leonard Well No. 7 located in Unit G and your Harry Leonard (NCF-C) Well No. 9 located in Unit B of said Section 36, both in Lea County, New Mexico.

Further, you are hereby permitted to produce the allowable from any of the wells on the proration unit in any proportion.

Sincerely,

*Joe D. Ramey*  
JOE D. RAMEY,  
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs  
Oil & Gas Engineering Committee - Hobbs

Name	Initials
Area Mgr	<i>RLS</i>
Area Engr	<i>RLS</i>
Area Geol	<i>RLS</i>
Area Prod Supt	<i>RLS</i>
Area Drilg Supt	
Area Fin Dir	
<i>Allyn Stone</i>	<i>JS</i>
File	



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

September 15, 1980

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILD  
SANTA FE, NEW MEXICO 87  
(505) 827-2434

Gulf Oil Exploration and  
Production Co.  
P. O. Box 670  
Hobbs, New Mexico 88240

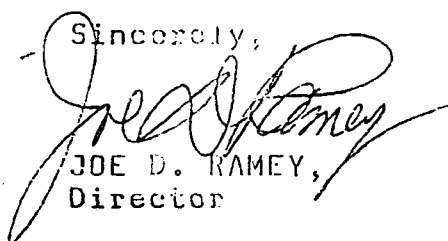
Attention: Mr. R. C. Anderson

Gentlemen:

You are hereby authorized to simultaneously dedicate an existing 320-acre proration unit, approved by NSF-310, and comprising the N/2 of Section 36, Township 21 South, Range 36 East, NMPM, to your Harry Leonard (NCT-C) Well No. 7 located 1980 feet from the North line and 1980 feet from the East line, your Harry Leonard (NCT-C) Well No. 8 located 1980 feet from the North line and 660 feet from the East line, and your Harry Leonard (NCT-C) Well No. 9 located 660 feet from the North line and 1980 feet from the East line, all in said Section 36, Lea County, New Mexico.

Further, you are hereby permitted to produce the allowable from any of the wells on the proration unit in any proportion.

Sincerely,

  
JOE D. RAMEY,  
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs  
Oil & Gas Engineering Committee - Hobbs

Area	Init.
Area NCT	KLW
Area East	RDP
Area West	KLW
Area Tract East	KLW
Area Tract West	
Area Tract East	
Area Tract West	
File	KLW

cc: RLS  
75 W  
655  
File in book for Ramey