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. 6494 Order No. R-5968

ÀPPLICATION OF MORRIS R. ANTWEIL FOR AN UNORTHODOX GAS WELL LOCATION AND SIMULTANEOUS DEDICATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

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This cause came on for hearing at 9 a.m. on March 14, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>28th</u> day of March, 1979, 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, Morris R. Antweil, seeks approval of an unorthodox gas well location for his Mesa Macho Well No. 1 located in Unit O of Section 24, Township 20 South, Range 27 East, NMPM, to test the Morrow formation, Burton Flats-Morrow Gas Pool, Eddy County, New Mexico.

(3) That the applicant proposes to rededicate the lands presently dedicated to the above-described well and applicant's Macho Norte Well No. 1 located in Unit G of said Section 24 and to simultaneously dedicate both of said wells to a new proration unit comprising the E/2 of said Section 24.

(4) That said unorthodox location results from the rededication of lands in said Section 24.

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

(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.

(7) That the operator should file new Forms C-102, Acreage Dedication Plats, for each of the subject wells, and also new Forms C-104, changing the name of either or both of said wells so that they reflect a common lease name.

(8) That this order should become effective on the date of receipt of the Forms described in Finding No. (7) above.

IT IS THEREFORE ORDERED:

(1) That an unorthodox gas well location for the Morrow formation is hereby approved for the Morris R. Antweil Mesa Macho Well No. 1 located in Unit O of Section 24, Township 20 South, Range 27 East, NMPM, Eddy County, New Mexico, to be simultaneously dedicated to the above-described well and the Macho Norte Well No. 1 located in Unit G of said Section 24.

(2) That the E/2 of said Section 24 shall be dedicated to the above-described wells.

(3) That this order shall become effective on the date of receipt by the Artesia District Office of the Division of new Forms C-102 and C-104 for the subject wells.

(4) 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 RÁMEY, JOE D. Director

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