

BEFORE THE  
OIL CONSERVATION DIVISION  
NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION  
OF ENRE CORPORATION FOR A  
HIGH ANGLE/HORIZONTAL DIRECTIONAL  
DRILLING PILOT PROJECT AND  
SPECIAL OPERATING RULES THEREFOR,  
RIO ARRIBA COUNTY, NEW MEXICO.

6 1997

CASE NO. 11050

**APPLICATION**

EnRe Corporation, through its undersigned attorneys, hereby makes application for a high angle/horizontal directional drilling pilot project and special operating rules therefor and in support thereof states:

1. EnRe is the operator of the Mancos formation, West Puerto Chiquito-Mancos Oil Pool, underlying Section 22, Township 28 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico.
2. Applicant proposes to drill its Cedar Canyon 22 G Well No. 1 from a surface location 1650 feet from the North line and 2020 feet from the East line of Section 22, directionally drill in a southwesterly direction to reach the Mancos formation at a true vertical depth of approximately 6722 feet and then drill horizontally until approximately 2400 feet of lateral distance is attained.
3. The project area for the proposed horizontal well will be a non-standard oil proration unit comprised of Section 22.

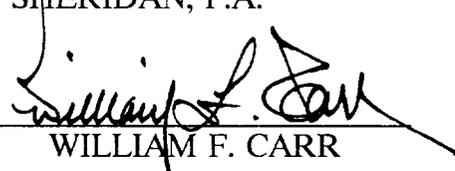
4. Applicant seeks the adoption of special operating provisions and rules within the project area including the designation of a target window for the horizontal portion of the wellbore from 3200 feet to 330 feet from the West line and from 1500 feet to 3500 feet from the North line of Section 22 thereby requiring the horizontal portion of the wellbore be set back at least 330 feet from the outer boundary of the non-standard unit.

5. Granting this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, EnRe Corporation requests that this application be set for hearing before a duly appointed Examiner of the Oil Conservation Division on August 4, 1994, and, after notice and hearing as required by law, the Division enter its Order granting this application.

Respectfully submitted,

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& SHERIDAN, P.A.

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