Dockets Nos. 18-84 and 19-84 are tentatively set for May 9 and May 23, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - APRIL 25, 1984

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Michael E. Stogner, Examiner, or Richard L. Stamets, Alternate Examiner:

- <u>CASE 8157</u>: Application of Harvey E. Yates Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Goodrich Unit Area comprising 1600 acres, more or less, of State and Fee lands in Township 15 South, Range 35 East.
- CASE 8091: (Continued from February 29, 1984, Examiner Hearing)

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Application of Reeves Drillling and Petroleum Corp. for amendment of Division Order No. R-2565, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-2565 to rescind the 160-acre spacing provisions for the East Puerto Chiquito-Mancos Oil Pool and return the pool to 40-acre spacing.

- CASE 8158: Application of Wallace Oil & Gas Inc. for an unorthodox well location, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 660 feet from the South and West lines of Section 4, Township 7 South, Range 33 East, North Chaveroo-Canyon Pool, the S/2 of said Section 4 to be dedicated to the well.
- <u>CASE 8159</u>: Application of Wallace Oil & Gas Inc. for an unorthodox well location, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 660 feet from the South and East lines of Section 5, Township 7 South, Range 33 East, North Chaveroo-Canyon Pool, the S/2 of said Section 5 to be dedicated to the well.
- <u>CASE 8160</u>: Application of Wallace Oil & Gas Inc. for an unorthodox well location, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 660 feet from the North and East lines of Section 8, Township 7 South, Range 33 East, North Chaveroo-Canyon Pool, the N/2 of said Section 8 to be dedicated to the well.
- CASE 8122: (Continued from March 28, 1984, Examiner Hearing)

Application of Atlantic Richfield Company for downhole commingling, San Juan County, New Mexico. Appplicant, in the above-styled cause, seeks approval for the downhole commingling of all Kutz-Gallup Oil and Basin-Dakota Gas production underlying Sections 3 and 10 in Township 27 North, Range 11 West, and Sections 27 through 29, and 32 through 34 in Township 28 North, Range 11 West.

- CASE 8161: Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the SW/4 SE/4 of Section 13 and the NW/4 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.
- <u>CASE 8162</u>: Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 SE/4 of Section 13, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.
- CASE 8163: Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.
- CASE 8164: Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 NE/4 of Section 13, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

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- <u>CASE 3165</u>: Application of Echo Production Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Atoka formation underlying the N/2 of Section 23, Township 9 South, Range 32 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, desigantion of applicant as operator of the well and a charge for risk involved in drilling said well.
- <u>CASE 8166</u>: Application of Energy Reserves Group, Inc. for an unorthodox well location and a non-standard proration unit, Roosevelt County, New Mexico. Applicant, in the above-styled cause, sieks approval of a 228.89-acre non-standard proration unit comprising the N/2 of Section 18, Township 6 South, Range 34 East, South Peterson-Pennsylvanian Associated Pool, for a well to be drilled it an unorthodox location 660 feet from the North and West lines of said Section 18.
- <u>CASE 8167</u>: Application of Amoco Production Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bone Springs formation in the perforated interval from 9206 feet to 10237 feet in its State "FU" Well No. 3 located 1700 feet from the North line and 660 feet from the West line of Section 25, Township 18 South, Range 34 East.
- <u>CASE 8168</u>: Application of Getty Oil Company for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Jalmat gas and Langlie Mattix oil production in the wellbore of its Cooper Jal Unit Well No. 301 located in Unit D of Section 18, Township 24 South, Range 37 East.
- <u>CASE 8169:</u> Application of Southland Royalty Company for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Opito Gallup-Dakota and Blanco Mesaverde production in the wellbore of its Johnson Well No. 1 located 1590 feet from the South line and 1000 feet from the East line of Section 7, Township 25 North, Range 3 West.
- CASE 8170: Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to 11,500 feet or the base of the Strawn, whichever is lower, underlying the N/2 SE/4 of Section 20, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Dockets Nos. 21-84 and 22-84 are tentatively set for May 23 and June 6, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 9, 1984

8 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Michael E. Stogner, Alternate Examiner:

- <u>CASE 8171</u>: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Manvar Mining, Inc., Ohio Casualty Insurance Co., and all other interested parties to appear and show cause why the Manvar Well No. 1 located 330 feet from the North and East lines of Section 20, Township 14 North, Range 7 West, McKinley County, should not be plugged and abandoned in accordance with a Division-approved plugging program.
- CASE 8172: Application of James F. Devenport & Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Enterprise (Deep) Unit Area comprising 3,519.20 acres, more or less, of State and Federal lands in Townships 20 and 21 South, Ranges 33 and 34 East.
- <u>CASE 8173</u>: Application of Union Oil Company of California for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Brown State Unit Area comprising 640 acres, more or less, of State land in Township 15 South, Range 32 East.
- <u>CASE 8174</u>: Application of Bill Scott, dba Cedar Lake Oil, for an oil treating plant permit, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at a site in the SW/4 of Section 19, Township 17 South, Range 31 East.
- CASE 8161: (Continued from April 25, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the SW/4 SE/4 of Section 13 and the NW/4 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

CASE_8162: (Continued from April 25, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 SE/4 of Section 13, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

CASE 8163: (Continued from April 25, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

- <u>CASE 8175</u>: Application of Charles E. Gillespie, Jr. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Townsend Wolfcamp (Permo-Upper Penn) formation in the perforated interval from 10,546 feet to 10,598 feet in its State "D" Well No. 3 located 3000 feet from the South line and 330 feet from the West line of Section 1, Township 16 South, Range 35 East.
- <u>CASE 8176</u>: Application of Mesa Grande Resources, Inc. for downhole commingling and dual completion, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Greenhorn and Dakota production in the wellbore of its Howard Gavilan Well No. 1 located 1850 feet from the North line and 1650 feet from the West line of Section 23, Township 25 North, Range 2 West, and the dual completion of said well to produce cil from the Gavilan-Mancos Oil Pool and from the aforesaid commingled production through parallel strings of tubing.
- CASE 8177: Application of Robert N. Enfield for an unerthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 660 feet from the South line and 330 feet from the East line of Section 18, Township 21 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, all of said Section 18 to be dedicated to the well.

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CASE 8165: (Continued from April 25, 1984, Examiner Hearing)

Application of Echo Production Company for compulsory pooling, Lea County, New Merico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Attka formation underlying the N/2 of Section 23, Township 9 South, Range 32 East, to be dedicate to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as detail therating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8166: (Continued from April 25, 1984, Examiner Hearing)

Application of Energy Reserves Group, Inc. for an unorthodox well location and a non-standard proration unit, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 228.89-acre non-standard proration unit comprising the N/2 of Section 18, Townsnip 6 South, Range 34 East, South Peterson-Pennsylvanian Associated Pool, for a well to be drilled at an unorthodox location 660 feet from the North and West lines of said Section 18.

- CASE 8178: Application of Belco Development Corp. for HARDSHIP GAS WELL CLASSIFICATION, Eddy Jounty, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Union Mead Well No. 3 located in Unit J of Section 5, Township 22 South, Range 27 East, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8143: (Continued and Readvertised)

Application of Marline Petroleum Corporation for a special gas-oil ratio limitation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a special gas-oil ratio limitation of 7,000 cubic feet of gas per barrel of oil for the Bishop Canyon-San Andres Pool and the cancellation of accrued overproduction.

- CASE 8179: Application of Mabee Petroleum Corporation for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Blinebry, Drinkard, and Tubb production in the wellbore of its-Belcher Well No. 1 located in Unit M of Section 7, Township 22 South, Range 38 East.
- <u>CASE 8180</u>: Application of OGR Operating Company, Inc. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the E/2 of Section 17, Township 6 South, Range 34 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8140: (Continued from April 11, 1984, Examiner Hearing)

Application of C. W. Trainer for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface through the Wolfcamp formation underlying the SW/4 SW/4 of Section 15, Township 19 Bouth, Range 35 East, and the W/2 SW/4 of the section in the Bone Spring formation, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8141: (Continued from April 11, 1984, Examiner Hearing)

Application of C. W. Trainer for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface through the Wolfcamp formation underlying the NW/4 NE/4 of Section 22, Township 19 South, Range 35 East, and the W/2 NE/4 of the section in the Bone Spring formation, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8095: (Continued from April 11, 1984, Examiner Hearing)

Application of Cities Service Oil & Gas Corporation for amendment of Division Order 30. R-4808, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order R-4808 which authorized the Empire-Abo Pressure Maintenance Project to abolish the present maximum daily project allowable and to establish a new maximum daily project allowable of 4 mmcf per day.

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Dockets Nos. 25-84 and 26-84 are tentatively set for July 11 and July 25, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 20, 1984

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Michael E. Stogner, Examiner, or Richard L. Stamets, Alternate Examiner:

- ALLOWABLE: (1) Consideration of the allowable production of gas for July, 1984, from fifteen prorated pools in Lea, Eddy and Chaves Counties, New Mexico.
 - (2) Consideration of the allowable production of gas for July, 1984, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.
- CASE 8226: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its South Empire State Com Well No. 1 located in Unit M of Section 24, Township 17 South, Range 28 East, South Empire-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8227: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Gulf-Greer Well No. 1 located in Unit L of Section 21, Township 22 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8228: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Langlie "A" State Well No. 3 located in Unit I of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- <u>CASE 8229</u>: Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Lea County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Bates-BB&S Well No. 1 located in Unit E of Section 29, Township 25 South, Range 37 East, Jalmat Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.
- CASE 8122: (Continued from April 25, 1984, Examiner Hearing)

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Application of Atlantic Richfield Company for downhole commingling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of all Kutz-Gallup Oil and Basin-Dakota Gas production underlying Sections 3 and 10 in Township 27 North, Range 11 West, and Sections 27 through 29, and 32 through 34 in Township 28 North, Range 11 West.

- CASE 8230: Application of Rio Petro, Ltd. for a unit agreement, Guadalupe County, New Mexico. Applicant, in the above-styled cause, seeks approval of the T-4 (Enhanced Recovery) Unit Area comprising 1,520.00 acres, more or less, of State and Fee lands in Township 11 North, Range 26 East.
- CASE 8161: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the SW/4 SE/4 of Section 13 and the NW/4 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool.

CASE 8162: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida 0il Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 SE/4 of Section 13, Township 25 North, Range 13 West, Bisti-Lower Gallup 0il Pool.

CASE 8163: (Continued from May 23, 1984, Examiner Hearing)

Application of Corrida Oil Inc. for a non-standard proration unit, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks approval of an 80-acre non-standard proration unit comprising the E/2 NE/4 of Section 24, Township 25 North, Range 13 West, Bisti-Lower Gallup Oil Pool. CASE 8231: Application of Amerind Oil Co. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the S/2 SW/4 of Section 21, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 8232: Application of Amerind Oil Co. for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 SW/4 of Section 21, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8233: Application of Tenneco Oil Exploration and Production for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the perforated interval from 4458 feet to 4528 feet in its Coastal "A" State Well No. 2 located 718 feet from the North line and 2029 feet from the East line of Section 9, Township 9 South, Range 33 East.
- CASE 8205: (Continued and Readvertised) (This Case is to be dismissed)

Application of Cities Service 0il & Gas Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 1500 feet from the North line and 1000 feet from the East line of Section 21, Township 21 South, Range 27 East, Burton Flats-Morrow Gas Pool, the N/2 of said Section 21 to be dedicated to the well.

CASE 8170: (Continued from May 23, 1984, Examiner Hearing)

Application of Pennzoil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to 11,500 feet or the base of the Strawn, whichever is lower, underlying the N/2 SE/4 of Section 20, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8204: (Continued from June 6, 1984, Examiner Hearing) Application of Costa Resources, Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox Morrow well location 1600 feet from the South line and 660 feet from the East line of Section 2, Township 18 South, Range 28 East, the S/2 of said Section 2 to be dedicated to the well.

- CASE 8234: Application of Anadarko Production Company for salt water disposal and an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Upper Pennsylvanian formation in the perforated interval from 7800 feet to 8040 feet in its Dagger Draw SWD Well No. 1 to be located at an unorthodox location 1495 feet from the North line and 225 feet from the West line of Section 22, Township 19 South, Range 25 East.
- CASE 8211: (Continued from June 6, 1984, Examiner Hearing)

Application of Penroc Oil Corporation for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Angell Ranch Well No. 1 located in Unit B of Section 33, Township 19 South, Range 28 East, Winchester-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

- CASE 8235: Application of Yates Petroleum Corporation for an unorthodox well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 2310 feet from the North and East lines of Section 27, Township 16 South, Range 37 East, Casey-Strawn Pocl, the W/2 NE/4 of said Section 27 to be dedicated to the well.
- CASE 8236: Application of Yates Petroleum Corporation for an unorthodox well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 330 feet from the North line and 2600 feet from the East line of Section 32, Township 16 South, Range 31 East, Square Lake Grayburg-San Andres Pool, the NW/4 NE/4 of said Section 32 to be dedicated to the well.