

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. 8201
Order No. R-7558

APPLICATION OF ENSERCH EXPLORATION,
INC. FOR A NON-STANDARD PRORATION
UNIT, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on June 6, 1984,
at Santa Fe, New Mexico, before Examiner Edward L. Stamets.

NOW, on this 14th day of June, 1984, 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, Enserch Exploration, Inc., seeks
approval of a 320-acre non-standard Morrow gas proration unit
comprising the SW/4, S/2 NW/4 and W/2 SE/4 of Section 13,
Township 12 South, Range 31 East, NMPM, to be dedicated to its
State "13" Well No. 1 located in Unit L of said Section 13.

(3) That the entire non-standard proration unit may
reasonably be presumed productive of gas from the Morrow
formation and that the entire non-standard gas proration unit
can be efficiently and economically drained and developed by the
aforesaid well.

(4) That approval of the subject application will afford
the applicant the opportunity to produce his just and equitable
share of the gas in the Morrow gas 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.

-2-
Case No. 8201
Order No. R-7558

IT IS THEREFORE ORDERED:

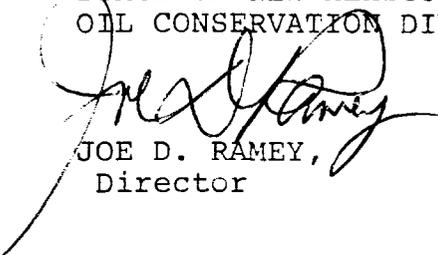
(1) That the application of Enserch Exploration, Inc. for a 320-acre non-standard Morrow gas proration unit comprising the SW/4, S/2 NW/4 and W/2 SE/4 of Section 13, Township 12 South, Range 31 East, NMPM, Chaves County, New Mexico, is hereby approved, said unit to be dedicated to its State "13" Well No. 1 located in Unit L of said Section 13.

(2) 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 hereinafter designated.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY,
Director