

PADILLA & SNYDER

ATTORNEYS AT LAW

200 W. MARCY, SUITE 212

P.O. BOX 2523

SANTA FE, NEW MEXICO 87504

(505) 988-7577

September 27, 1985

HAND-DELIVERY

Michael E. Stogner
State Land Office Building
Santa Fe, New Mexico

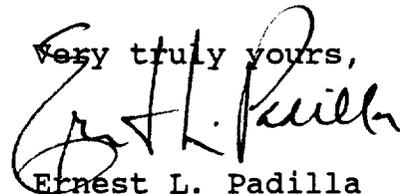
Re: OCD Cases 8714 and 8695;
Benson-Montin-Greer Drilling Corp.

Dear Mr. Stogner:

In accordance with your instructions, I enclose proposed orders for the above-referenced cases. I would request, as I requested at the end of last Wednesday's hearing, that these orders be issued expeditiously due to weather conditions.

I will send you a proposed order in Case 8715 as soon as I have completed it.

Very truly yours,



Ernest L. Padilla

ELP/rgw

cc: Benson-Montin-Greer

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. 8714
Order No. _____

APPLICATION OF BENSON-MONTIN-GREER
DRILLING CORP. FOR AN UNORTHODOX
OIL WELL LOCATION, RIO ARRIBA COUNTY,
NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on September 25, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this ____ day of _____, 1985, 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, Benson-Montin-Greer Drilling Corp., seeks approval of an unorthodox oil well location 900 feet from the South line and 1650 feet from the West line of Section 31, Township 26 North, Range 1 West, NMPM, Rio Arriba County, New Mexico.

(3) That said unorthodox oil well location, to be drilled and completed in the West Puerto Chiquito Mancos Oil Pool, is necessary to offset the Dugan Petroleum Company Tapacitos No. 4 well to be located 1100 feet from the South line and 1600 feet from the East line of Section 36, Township 26 North, Range 2 West, NMPM, Rio Arriba County, New Mexico and which is to be completed in the Mancos formation.

(4) That all of said Section 31 is to be dedicated to the well.

(5) That a well at said unorthodox location will better enable applicant to protect its correlative rights.

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

(7) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the oil in the affected 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 the application of Benson-Montin-Greer Drilling Corp. for an unorthodox oil well location in the Mancos Formation is hereby approved for a well to be located at a point 1650 feet from the West line and 900 feet from the South line of Section 31, Township 26 North, Ranged 1 West, NMPM, West Puerto Chiquito Mancos Oil Pool, Rio Arriba County, New Mexico.

(2) That all of said Section 31 South shall be dedicated to the above-described well.

(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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

RICHARD L. STAMETS
Director

S E A L

0114185

(A) Greer

Non Standard Location

CANADA OJITOS UNIT
WELL No. E-6

1850' FNL & 870' FWL,
Sec. 6, T25N, R1W,
Rio Arriba County, N.M.

WEST PUERTO CHIQUITO
MANCOS Pool

(Sec. 6 ALL TO BE
Dedicated)

SPQ

Benson - Martin - Greer
Drilling Co.

ERNEST L. PADILLA
ATTORNEY AND COUNSELOR AT LAW

200 W. Marcy, Suite 212
~~First Northern Plaza~~
P.O. Box 2523
Santa Fe, New Mexico 87501
(505) 988-7577

September 9, 1985

Richard L. Stamets, Director
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87504-2088

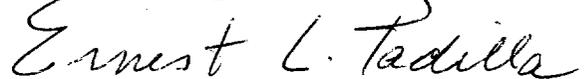
Re: Case 8695
Application of Benson-Montin-Greer
Drilling Corporation for unorthodox location

Dear Mr. Stamets:

This letter acknowledges my earlier continuance of the above-referenced case to September 25, the next regularly scheduled hearing date of the Division.

Thank you.

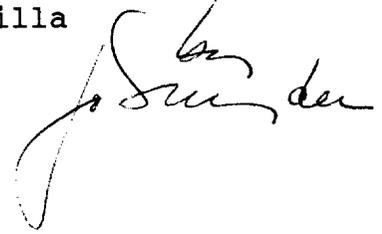
Very truly yours,



Ernest L. Padilla

cc: Benson-Montin-Greer
Drilling Corporation

ELP/gv





STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONY ANAYA
GOVERNOR

October 4, 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Mr. Ernest L. Padilla
Attorney at Law
P. O. Box 2523
Santa Fe, New Mexico 87502

Re: CASE NO. 8695
R-8042
ORDER NO. _____

Applicant:
Benson-Montin-Greer Drilling Corp.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD X
Artesia OCD X
Aztec OCD X

Other William F. Carr