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

CASES NOS. 9331 (DE NOVO) and 9429 Order No. R-8644-B

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR NON-STANDARD UNIT AND NON-STANDARD LOCATION OR, IN THE ALTERNATIVE, FOR COMPULSORY POOLING TO FORM A NEW STANDARD UNIT IN SECTION 22, TOWNSHIP 17 SOUTH, RANGE 35 EAST, LEA COUNTY, NEW MEXICO.

NUNC PRO TUNC ORDER

BY THE COMMISSION:

It appearing to the Oil Conservation Commission of New Mexico (Commission) that the order issued in Case No. 8331 De Novo dated September 19, 1988 does not correctly state the intended order of the Commission,

IT IS THEREFORE ORDERED THAT:

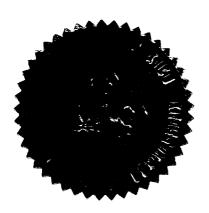
- (1) Finding Paragraph No. (3) contained in Order No. R-8644-A should be amended to read in its entirety as follows:
 - "(3) Applicant Phillips Petroleum Company (Phillips), in Case 9331 sought, and was denied by Order No. R-8644, approval of a non-standard location 660 feet from the North and West lines of Section 22, Township 17 South, Range 35 East for a well to be drilled to test the Morrow formation and the South Shoe Bar-Atoka Gas Pool and to assign to said well a non-standard proration unit of either 80 acres or 160 acres. Said case was presented at this hearing, de novo."
- (2) Decretory paragraph No. (2) in said Order No. R-8644-A should be amended to read in its entirety as follows:
 - "(2) Phillips Petroleum Company's application for a well to be drilled to the Morrow formation and a non-standard gas proration unit in the South Shoe Bar-Atoka Gas Pool consisting of the W/2 NW/4 and N/2 SW/4 of said Section 22 is hereby approved.

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PROVIDED HOWEVER, that said well shall be restricted in its daily producing rate to 3,000,000 cubic feet of gas on condition the well is located no nearer than 660 feet to the outer boundary of the unit. If encroachment toward the outer boundary of the unit is greater, the Commission will impose an additional penalty after notice and hearing."

(3) The corrections set forth in this order be entered nunc pro tunc as of September 19, 1988.

DONE at Santa Fe, New Mexico, on this $\underline{4th}$ day of 1988.



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STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

WILLIAM R. HUMPHRIES, Member

ERLING A BROSTUEN, Member

WILLIAM J. LEMAY, Chairman and

Secretary