

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. 8274  
Order No. R-7619

APPLICATION OF BLANKS ENERGY  
CORPORATION FOR AN UNORTHODOX  
OIL WELL LOCATION, LEA COUNTY,  
NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on July 25, 1984, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 7th day of August, 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 Division Case No. 8273 was consolidated with this case at the July 25, 1984, hearing for the purpose of testimony.

(3) That the applicant, Blanks Energy Corporation, seeks approval of an unorthodox oil well location for its Honeysuckle Well No. 2 to be located 660 feet from the North line and 990 feet from the East line of Section 21, Township 18 South, Range 2 East, NMPM, South Vacuum-Devonian Pool, Lea County, New Mexico.

(4) That the E/2 NE/4 of said Section 21 is to be dedicated to the well.

(5) That a well at said unorthodox location will better enable applicant to produce the oil underlying the proration unit.

(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.

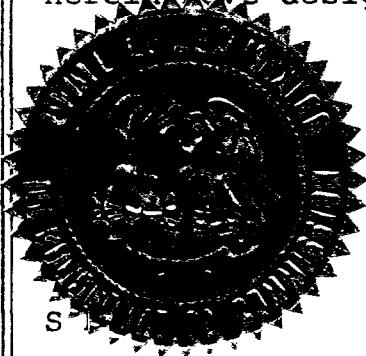
IT IS THEREFORE ORDERED:

(1) That the application of Blanks Energy Corporation for an unorthodox oil well location is hereby approved for its Honeysuckle Well No. 2 to be located at a point 660 feet from the North line and 990 feet from the East line of Section 21, Township 18 South, Range 35 East, NMPM, South Vacuum-Devonian Pool, Lea County, New Mexico.

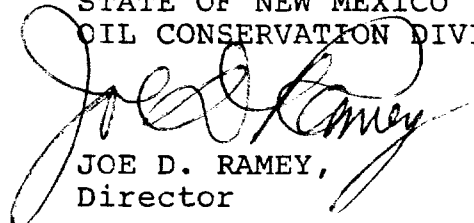
(2) That the E/2 NE/4 of said Section 21 shall be dedicated to the above-described well.

(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

  
JOE D. RAMEY,  
Director