Submit to Appropriate District Office State Lease – 6 copies Fee Lease – 5 copies <u>DISTRICT I</u> P.O. Box 1980, Hobbs, NM <u>DISTRICT II</u> P.O. Drawer DD, Artesia, N <u>DISTRICT III</u> 1000 Rio Brazos Rd., Azzec	OIL 88240 IM 88210 3, NM 87410	State of New Mex Minerals and Natural Re- CONSERVATIO P.O. Box 208 Santa Fe, New Mexico	N DIVISION 8 87504-2088-1 '89 C. C. D. ARTESIA, OFFICE	API N(). (assigned by OC <u>3</u>) -) 15- 5. Indicate Type of Leas 6. State Oil & Gas Lease	- <u>26252</u> TATE FEE X
APPLICAT 1a. Type of Work: DRILL b. Type of Well: OIL WELL GAS WELL X 2. Name of Operator	. X RE-ENTE		PLUG BACK	7. Lease Name or Unit A Vogel 8. Will No.	Agreement Name
Mewbourne Oil Company 1 3. Address of Operator 9. Pool name or Wild P.O. Box 5270 Hobbs, New Mexico 88241 1					
4. Well Location Unit Letter N Section 14	·	170	Line and 660) Feet From The	West Line
13. Elevations (Show wheth	er DF, RT, GR, etc.)	10. Proposed Depth 9,000' 14. Kind & Status Plug. Bond	11. F 15. Drilling Contractor	1	12. Rotary or C.T. Rotary Date Work will start 15, 1989 or when
3319.5' GI		<u>31anket - On F:</u>		ria	becomes available
	P SIZE OF CASING	ROPOSED CASING AN WEIGHT PER FOOT	SETTING DEPTH	SACIS OF CEMEN	EST. TOP
SIZE OF HOLE 12 -1/4"	8-5/8"	24#	1400'	550	Surface
7-7/8"	5-1/2"	17 & 20#	9000'	650	5,000'
Blow Out Preve Mud Program:	Hydril flow mo 0' - 1400' 1400' - 7500'	r LWS or equivale 900 series annula nitors on pits. - FW w/spud mud. - FW w/LCM as nee - Cut brine w/Dri 9.5# as needed.	r preventor. G Paper for LCM : ded.	rant Rotating h material.	ead, TOTCO Post ID-1 12-15-89 Mun boc 9
Gas is not ded			PERM UNLE	DVAL VALID FOR IT EXPIRES SS DRILLING UND	- <u>11-90</u> Erway
IN ABOVE SPACE DES ZONE, GIVE BLOWOUT PREV	CRIBE PROPOSED PRO	GRAM: IF PROPOSAL IS TO DEEPI	EN OR PLUG BACK, GIVE DATA O	N PRESENT PRODUCTIVE ZONE	AND PROPOSED NEW PRODUCTIVE
		lete to the best of my knowledge and			
	(nave			ptr	November 30, 1
SIONATURE		/			ТЕLЕРНОМЕ NO. (5 05) 393-5
TYPE OR PRINT NAME	W.H. Cravey/				<u>59</u>
(This space for State Use)	ORIGINAL SIC MIKE WILLIAI SUPERVISOR,	٨S	T P		DEC 1 1 1989
APPROVED BY	IF ANY:	ала мунун нулуу ул наладабу Талаа талаа тала			
NSL - R-96 Appr. 11		NOTIFY TIME TO	NAMONO DU MERICA NAMONO DE MERICA S 5/8	PICIENT. Th Fing th e S	



~ `.

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 9814 Order No. R-9063

APPLICATION OF MEWBOURNE OIL COMPANY FOR AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on November 15, 1989, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this <u>27th</u> day of November, 1989, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Mewbourne Oil Company, seeks approval to drill its Vogel Well No. 1 at an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Section 14, Township 17 South, Range 26 East, NMPM, Undesignated Kennedy Farms-Morrow Gas Pool, Eddy County, New Mexico.

(3) The S/2 of said Section 14 is to be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

CASE NO. 9814 Order No. R-9063 Page -2-

(4) The geologic evidence presented shows that the Yates Petroleum Corporation Haldeman "OU" Comm Well No. 1, located at a standard gas well location 1980 feet from the South and West lines (Unit K) of said Section 14, was drilled in 1980 to the Morrow formation, encountered approximately four fact of net sand in the Morrow "A" zone, and was subsequently plugged and abandoned after testing uneconomical.)]] |4 |4

1

(5) The geologic evidence and testimony further indicate that a well at the proposed location should encounter a greater amount of net sand in the Morrow "A" zone than a well drilled at a standard location thereon, thereby increasing the likelihood of obtaining commercial production.

(6) The affected offset acreage, located in Soctions 15 and 22, Township 17 South, Range 26 East, NMPM, is currently operated by Yates Petroleum Corporation.

(7) The applicant presented, as evidence in this case, a written waiver of objection to the proposed unorthodox location from said affected offset operator, Yates Petroleum Corporation.

(8) No other offset operator appeared and/or objected to the proposed unorthodox location.

(9) Approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject 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 THAT;

(1) The applicant, Mewbourne Oil Company, is hereby authorized to drill its Vogel Well No. 1 at an unorthodox gas well location 660 feet from the South and West lines (Unit M) of Section 14, Township 17 South, Range 26 East, NMPM, Undesignated Kennedy Farms-Morrow Gas Pool, Eddy County, New Mexico. CASE NO. 9814 Order No. R-9063 Page -3-

(2) The S/2 of said Section 14 shall be dedicated to the above-described well forming a standard 320-acre gas spacing and proration unit for said pool.

(3) 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 WILLIAM J. LEMAY Director

1

主事の事の

44 TOTAL PAGE.002 ++

SEAL