

J. M. DENTON WELL NO. 6

Squeeze perforations from approximately 11,826 feet to 11,958 feet. Mill casing from a depth of 11,810 feet to 11,860 feet. Set cement plug and kick off from the vertical at a depth of approximately 11,840 feet and drill in a northeast direction building angle to approximately 90 degrees so as to penetrate the upper portion of the Devonian formation at a depth of 11,885 feet. Continue drilling horizontally a distance of approximately 1000 feet so as to bottom said wellbore within the NE/4 SE/4 of Section 11.

- (3) The horizontal or producing portion of the J. M. Denton Well Nos. 4 and 6 shall be located no closer than 330 feet from the outer boundary of the project area.
- (4) The applicant shall determine the actual location of the kick-off point in each well prior to commencing directional drilling operations. Also, the applicant shall conduct a directional survey on the lateral portion of each wellbore during or after completion of drilling operations.
- (5) The applicant shall notify the supervisor of the Hobbs district office of the Division of the date and time of conductance of any directional surveys in order that the same may be witnessed.
- (6) The applicant shall submit copies of all directional surveys conducted on the subject wells to both the Santa Fe and Hobbs offices of the Division.
- (7) The allowables within the project area shall be assigned as follows:
 - a) the J. M. Denton Well Nos. 5, 9 and 13, located, respectively, in the SE/4 SW/4, NW/4 SW/4 and the SW/4 SW/4, shall be assigned their normal allowable of 365 barrels of oil per day;
 - b) the J. M. Denton Well Nos. 4 and 3 located, respectively, in the NE/4 SW/4 and NW/4 SE/4 of Section 11 shall be assigned a special combined allowable of 730 barrels of oil per day. The allowable assigned to this unit may be produced from either the J. M. Denton Well Nos. 4 and 3 in any proportion. and;

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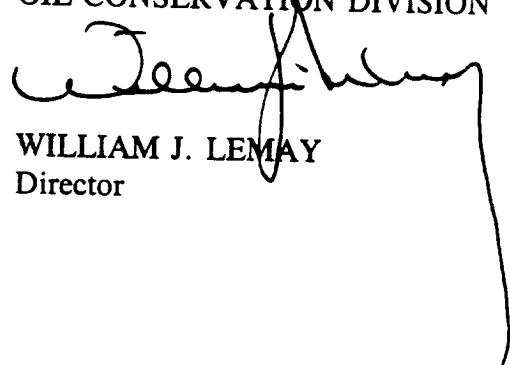
- c) the J. M. Denton Well Nos. 6 and 7 located, respectively, in the SE/4 SE/4 and NE/4 SE/4 of Section 11 shall each be assigned a special combined allowable of 730 barrels of oil per day. The allowable assigned to this unit may be produced from either the J. M. Denton Well Nos. 6 and 7 in any proportion.

(8) Ordering Paragraph Nos. 2, 3, 4, 5 and 6 of Division Order No. R-10082 are hereby superseded by this order. All other provisions contained within Order No. R-10082 shall remain in full force and effect.

(9) Jurisdiction is hereby 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

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