

CASE NO. 12078
Order No. R-11094
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- b) a well at the proposed unorthodox location will be located in an up-structure position within the reservoir above the projected oil-water contact in the 2nd Brother "B" carbonate; and
- c) a well at the proposed unorthodox location should encounter a thicker carbonate section within the 2nd Brother "A" and "B" carbonate intervals than a well drilled at a standard oil well location within the NE/4 SE/4 of Section 29, thereby increasing the likelihood of obtaining commercial oil production.
- (5) The applicant notified all interest owners within the SE/4 NE/4 of Section 29, the affected offset acreage. No offset operator and/or interest owner appeared at the hearing in opposition to the application.
- (6) Approval of this application will afford the applicant the opportunity to produce its just and equitable share of the oil in the Strawn and/or Wolfcamp formations and will otherwise prevent waste and protect correlative rights.

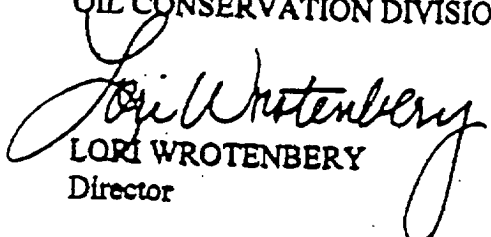
IT IS THEREFORE ORDERED THAT:

(1) The applicant, David H. Arrington Oil & Gas, Inc., is hereby authorized to drill its Prince Nymph Well No. 1 at an unorthodox oil well location 2446 feet from the South line and 1006 feet from the East line (Unit I) of Section 29, Township 15 South, Range 36 East, NMPM, Lea County, New Mexico, to test the Wolfcamp and Strawn formations. The NE/4 SE/4 of Section 29 is to be dedicated to the well forming a standard 40-acre oil spacing and proration unit.

(2) 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


LORI WROTENBERY
Director

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