

Case No. 10858
Order No. R-10122
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(20) Approval of this application will afford Mitchell the opportunity to produce its just and equitable share of the hydrocarbons in the Yates formation of the West Teas Yates Seven Rivers Pool, will prevent the economic loss caused by drilling of wells with unnecessary salt protection strings and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED THAT:

(1) The application of Mitchell Energy Corporation for approval to delete the "salt protection string" requirements of Order R-111-P is hereby granted for each of the wells identified and described on Exhibit "A" attached hereto and incorporated by reference into this Order;

- (a) that each said well shall be drilled, cased, cemented in accordance with the Well Plan introduced at the hearing as Mitchell Exhibit (10) which is hereby incorporated by reference into this order;
- (b) that each said well shall be completed, produced and abandoned in accordance with the exhibits and procedures introduced at the hearing as Mitchell's Exhibit (12) which is hereby incorporated by reference into this Order.

(2) Mitchell shall provide the OCD District Supervisor of the Hobbs Office with copies of Exhibits (10) and (12) and shall notify him of the times when casing is to be run and cemented, when bond or temperature logs are to be run, and when remedial cementing operations are to occur.

(3) Except as modified by Decretory Paragraph No. (1) of this order, all of the provisions of Order R-111-P applicable to the casing, actual drilling, cementing and plugging of a shallow well within the "Designated Potash Area" shall be strictly adhered to.

(4) The operator of the subject well and unit shall notify the Director of the Division in writing of the subsequent voluntary agreement of all parties subject to the force-pooling provisions of this order.

(5) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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