

CASE 7251: SOUTHERN UNION EXPLORATION
COMPANY OF TEXAS FOR COMPULSORY POOLING,
RIO ARriba COUNTY, NEW MEXICO

Case No.

2251

Application

Transcripts

Small Exhibits

ETC



BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

July 29, 1981

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2424

Mr. Mark K. Adams
Rodey, Dickason, Sloan,
Akin & Robb
Attorneys at Law
P. O. Box 1888
Albuquerque, New Mexico 87103

Re: CASE NO. 7251
ORDER NO. R-6757

Applicant:

Southern Union Exploration Company
of Texas

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Yours very truly,

JOE D. RAMEY
Director

JDR/fd

Copy of order also sent to:

Hobbs OCD	X
Artesia OCD	X
Aztec OCD	X

Other

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. 7251
Order No. R-6737

APPLICATION OF SOUTHERN UNION
EXPLORATION COMPANY OF TEXAS FOR
COMPULSORY POOLING, RIO ARRIBA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 2, 1981,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 28th day of July, 1981, the Division
Director, having considered the record and the recommendations
of the Examiner, and being fully advised in the premises,

FINDS:

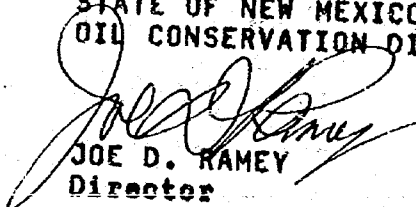
That the applicant's request for dismissal should be
granted.

IT IS THEREFORE ORDERED:

That Case No. 7251 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY
Director


S E
fd/

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
2 July 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union Ex-
ploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

W. Perry Pearce, Esq.
Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

MR. STAMETS: Call next Case 7251.

MR. PEARCE: Application of Southern
Union Exploration Company of Texas for compulsory pooling, Rio
Arriba County, New Mexico.

MR. STAMETS: At the request of the
applicant, this case will be dismissed.

(Hearing Concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that
the foregoing Transcript of Hearing before the Oil Conserva-
tion Division was reported by me; that the said transcript
is a full, true, and correct record of the hearing, prepared
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 7251,
heard by me on 7-2 1981.

Richard L. Stem, Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 1193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO

2 July 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union Ex-
ploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

W. Perry Pearce, Esq.
Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: Call next Case 7251.

MR. PEARCE: Application of Southern
Union Exploration Company of Texas for compulsory pooling, Rio
Arriba County, New Mexico.

MR. STAMETS: At the request of the
applicant, this case will be dismissed.

(Hearing Concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that
the foregoing Transcript of Hearing before the Oil Conserva-
tion Division was reported by me; that the said transcript
is a full, true, and correct record of the hearing, prepared
by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____,
heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

Docket No. 20-81

Dockets Nos. 22-81 and 23-81 are tentatively set for July 15 and 29, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - THURSDAY - JULY 2, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- CASE 7283: Application of Harvey E. Yates Company for amendment of Division Order No. R-6387, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-6382 to provide that said order authorizing the McDonald Unit Agreement shall have an effective date of June 1, 1981.
- CASE 7284: Application of Energy Reserves Group, Inc. for an unorthodox gas well location, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox Cisco location of its Miller Well No. 1 located 660 feet from the South and West lines of Section 12, Township 6 South, Range 33 East, the S/2 of said Section 12 to be dedicated to the well.
- CASE 7285: Application of J. C. Williamson for two non-standard gas proration units and two unorthodox locations, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for two non-standard 320-acre Wolfcamp gas proration units in Section 10, Township 23 South, Range 34 East, the first comprising the NW/4, W/2 NE/4, and N/2 SW/4, and the second comprising the E/2 NE/4, S/2 SW/4, and SE/4. Applicant further seeks approval for two unorthodox locations, the first for a well drilled 1560 feet from the North line and 1830 feet from the West line of said Section 10, and the second for a well to be drilled 1980 feet from the South and East lines of the section.
- CASE 7286: Application of Supron Energy Corporation for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Basin-Dakota and Blanco Mesaverde production in the wellbore of its Jicarilla F Well No. 6 located in the SW/4 of Section 34, Township 26 North, Range 4 West.
- CASE 7287: Application of Benson-Montin-Greer Drilling Corporation for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying a previously approved 640-acre non-standard proration unit comprising the W/2 of Section 17 and the W/2 of Section 20, Township 26 North, Range 1 West, to be dedicated to a well to be drilled thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7288: Application of Southern Union Exploration Company of Texas for contraction of the West Puerto Chiquito-Mancos Oil Pool, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the contraction of the West Puerto Chiquito-Mancos Oil Pool by the deletion of Section 36, Township 24 North, Range 1 West, therefrom.
- CASE 7251: (Continued from June 3, 1981, Examiner Hearing)
Application of Southern Union Exploration Company of Texas for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of Section 36, Township 24 North, Range 1 West, to be dedicated to its Mobil Federal Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7289: Application of Exxon Corporation for a salt water disposal well, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Queen formation at a depth of 2638 feet to 2774 feet in its Strange Federal Well No. 3 in Unit J of Section 25, Township 7 South, Range 31 East, Tomahawk-San Andres Pool.
- CASE 7290: Application of Yates Petroleum Corporation for compulsory pooling, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Abo formation underlying the NE/4 of Section 26, Township 5 South, Range 24 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.

WILLIAM A. SLOAN
JACKSON G. AKIN
JOHN D. ROBB
CHARLES B. LARRABEE
JAMES C. RITCHIE
JOHN P. EASTHAM
WILLIAM C. SCHAB
RAY H. RODEY
ROBERT D. TAICHERT
ROBERT M. ST. JOHN
JOSEPH J. MULLINS
DUANE C. SILVEY
MARK K. ADAMS
ROBERT G. MCCOMBLE
PETER G. PRINA
BRUCE HALL
JOHN P. SALAZAR
WILLIAM S. DIXON
JOHN P. BURTON
REX D. THROCKMORTON
JONATHAN W. HEWES
GENE C. WALTON
RICHARD C. HIRZNER

W. ROBERT LASATER, JR.
RICHARD K. BARLOW
CHARLES L. SAUNDERS
MARK C. MEIERING
VICTOR R. MARSHALL
CARL H. ESBECK
PAUL D. BARBER
JOE L. MCCLAUGHERTY
JAMES S. STAREYNSKI
CATHERINE T. GOLDBERG
KENNETH J. FERGUSON
STANLEY N. HATCH
STEVEN P. SALEY
DIANE FISHER
M. RICHARD BEITLER, JR.
DONALD G. HONNHEIMER
TRAVIS R. COLLIER
ROBERT D. PARK
BEN M. ALLEN
DANIEL J. HERNANDEZ
JASON A. SEDERQUIST
JO SAXTON BRAYER

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.
COUNSELLORS AND ATTORNEYS AT LAW
20 FIRST PLAZA, SUITE 700
P. O. BOX 1888
ALBUQUERQUE, NEW MEXICO 87103

RECEIVED
JUN 15 1981
OIL CONSERVATION DIVISION
SANTA FE
PEARCE C. RODEY
1889-1958

TELECOPIER 785-5903

TELEX 660401

TELEPHONE 765-5900
AREA CODE 505

June 12, 1981

Oil Conservation Division
P.O. Box 2088
State Land Office Building
Santa Fe, New Mexico 87501

Attention: R. L. Stamets, Technical Support Chief

Re: Southern Union Exploration Company of Texas - Case 7251

Dear Sirs:

On June 10 our client, Southern Union Exploration Company of Texas (SXT) filed its Application in Case 7288 for the deletion of Section 36, Township 24 North, Range 1 West, Rio Arriba County, New Mexico from the West Puerto Chiquito-Mancos Oil Pool. We understand that this Case will be heard by an Examiner or an Alternate Examiner on July 2, 1981.

The approval of the Application in Case 7288 would make the Application of SXT in Case 7251 for compulsory pooling of mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of the same Section 36 inappropriate and unnecessary. Therefore, on behalf of SXT, we hereby withdraw its Application in Case 7251.

Please let me know if you have questions.

Yours very truly,

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

BY *Mark*
MARK K. ADAMS

MKA:jf

cc: Paul M. Zeis, Esquire

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
3 June 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union
Exploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: Call Case 7251.

MR. PADILLA: Application of Southern
Union Exploration Company of Texas for compulsory pooling,
Rio Arriba County, New Mexico.

MR. STAMETS: At the request of the
applicant this case will be continued to the July 2nd Examiner
Hearing.

(Hearing concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7257 heard by me on 6-3-81 19 81.
Richard L. Starnes, Examiner
 Oil Conservation Division

SALLY W. BOYD, C.S.R.
 Rt. 1 Box 193-B
 Santa Fe, New Mexico 87501
 Phone (505) 455-7409

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
3 June 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union
Exploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1

2

2

MR. STAMETS: Call Case 7251.

3

MR. PADILLA: Application of Southern

4

Union Exploration Company of Texas for compulsory pooling,

5

Rio Arriba County, New Mexico.

6

MR. STAMETS: At the request of the

7

applicant this case will be continued to the July 2nd Examiner

8

Hearing.

9

10

(Hearing concluded.)

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. _____ heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

WILLIAM A. SLOAN
JACKSON G. AKIN
JOHN D. ROBB
CHARLES B. LARRABEE
JAMES C. RITCHIE
JOHN P. EASTMAN
WILLIAM C. SCHAAK
RAY H. RODEY
ROBERT D. TAICHERT
ROBERT M. ST. JOHN
JOSEPH J. MULLINS
DUANE C. GILKEY
MARK K. ADAMS
ROBERT G. MCCORKLE
PETER G. PRINA
BRUCE HALL
JOHN P. SALAZAR
WILLIAM S. DIXON
JOHN P. BURTON
REX D. THROCKMORTON
JONATHAN W. HEWES
GENE C. WALTON
RICHARD C. MINZNER

W. ROBERT LASATER, JR.
RICHARD K. BARLOW
CHARLES L. SAUNDERS
MARK C. MEIERING
VICTOR R. MARSHALL
CARL H. ESBECK
PAUL D. BARBER
JOE L. MCCLAUGHERTY
JAMES S. STARZYNSKI
CATHERINE T. GOLDBERG
KENNETH J. FERGUSON
STANLEY N. HATCH
STEVEN P. BAILEY
DIANE FISHER
H. RICHARD BEITLER, JR.
DONALD B. MONNHEIMER
TRAVIS R. COLLIER
ROBERT D. PARK
BEN M. ALLEN
DANIEL J. HERNANDEZ
JASON A. SEDERQUIST
JO SAXTON BRAYER

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.
COUNSELLORS AND ATTORNEYS
20 FIRST PLAZA, SUITE 700
P. O. BOX 1888
ALBUQUERQUE, NEW MEXICO 87103

RECEIVED
JUN 05 1981

OF COUNSEL
DON L. DICKASON
PEARCE C. RODEY
1889-1958

June 3, 1981

TELECOPIER 765-5903

TELEX 660401

TELEPHONE 765-5900
AREA CODE 505

Oil Conservation Division
P. O. Box 2088
State Land Office Bldg.
Santa Fe, New Mexico 87501

Attn: R. L. Stamets, Technical Support Chief

Re: Southern Union Exploration Company of Texas - Case 7251

Dear Sirs:

Our client Southern Union Exploration Company of Texas (SXT) has applied in the referenced Case for the compulsory pooling of all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of Sec. 36, T24N, R1W, to be dedicated to its Mobil Federal Well No. 1 drilled at a standard location thereon. SXT is considering filing another application seeking other relief as an alternative to compulsory pooling. If SXT decides to file another application, it will do so at least 22 days prior to July 2, 1981, so that the application may be heard at the Examiner Hearing scheduled for that date, and at the same time will withdraw its application in the referenced Case.

Please let me know if you have questions.

Yours very truly,

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

By:

Mark K. Adams
Mark K. Adams

MKA:ks

cc: Mr. Paul Zeis

Docket No. 17-81

Dockets Nos. 19-81 and 20-81 are tentatively set for June 17 and July 2, 1981. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 3, 1981

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- CASE 7261:** Application of Robert N. Enfield for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Pecos River Bluff Unit Area, comprising 4789 acres, more or less, of State and Federal lands in Township 13 South, Range 27 East.
- CASE 7262:** Application of Union Oil Company of California for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Berry State Unit Area, comprising 2,228 acres, more or less, of State lands in Township 21 South, Ranges 33 and 34 East.
- CASE 7263:** Application of Yates Petroleum Corporation for amendment of Order No. R-5527, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Division Order No. R-5527, which approved an unorthodox Morrow location, to permit the recompletion of its Blevins "IK" Well No. 1 in Unit D of Section 35, Township 17 South, Range 26 East, as an unorthodox gas well location in all Wolfcamp and Pennsylvanian formations.
- CASE 7238:** (Continued from May 6, 1981, Examiner Hearing)
Application of Holly Energy, Inc. for directional drilling and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to directionally drill its Salt Lake South Deep Well No. 1, the surface location of which is 2189 feet from the North line and 500 feet from the East line of Section 6, Township 21 South, Range 32 East, South Salt Lake-Morrow Gas Pool, in a northerly direction to bottom it within 150 feet of the center of Unit A (Lot 1) of said Section 6, Lots 1 thru 8 to be dedicated to the well.
- CASE 7217:** (Continued and Readvertised)
Application of Harvey E. Yates Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox Wolfcamp-Pennsylvanian location of its Travis Ohio State Com Well No. 1 to be drilled 760 feet from the South line and 660 feet from the West line of Section 13, Township 18 South, Range 28 East, the S/2 of said Section 13 to be dedicated to the well.
- CASE 7251:** (Continued from May 6, 1981, Examiner Hearing)
Application of Southern Union Exploration Company of Texas for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of Section 36, Township 24 North, Range 1 West, to be dedicated to its Mobil Federal Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7264:** Application of Cities Service Company for a salt water disposal well, McKinley County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Entrada formation at a depth of 5200 feet to 5350 feet in its Federal "E" Well No. 2 in Unit H of Section 28, Township 19 North, Range 5 West.
- CASE 7265:** Application of Tenneco Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 2310 feet from the North line and 990 feet from the West line of Section 13, Township 21 South, Range 25 East, Catclaw Draw-Morrow Gas Pool, the N/2 of said Section 13 to be dedicated to the well.
- CASE 7266:** Application of Tenneco Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of a well to be drilled 660 feet from the North line and 1650 feet from the East line of Section 14, Township 21 South, Range 25 East, Catclaw Draw-Morrow Gas Pool, the N/2 of said Section 14 to be dedicated to the well.

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
6 May 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union
Exploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

MR. STAMETS: Call next Case 7251.

MR. PADILLA: Application of Southern
Union Exploration Company of Texas for compulsory pooling,
Rio Arriba County, New Mexico.

MR. STAMETS: At the request of the
applicant this case will be continued to the June 3rd Examiner
Hearing.

(Hearing concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that
the foregoing Transcript of Hearing before the Oil Conserva-
tion Division was reported by me; that the said transcript
is a full, true, and correct record of the hearing, prepared
by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.
Rt. 1 Box 193 B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 7251
heard by me on 5-6 1981.

Richard L. Stamm Examiner
Oil Conservation Division

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO
6 May 1981

EXAMINER HEARING

IN THE MATTER OF:

Application of Southern Union
Exploration Company of Texas for
compulsory pooling, Rio Arriba County,
New Mexico.

CASE
7251

BEFORE: Richard L. Stamets

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation
Division:

Ernest L. Padilla, Esq.
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For the Applicant:

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

2

MR. STAMETS: Call next Case 7251.

MR. PADILLA: Application of Southern
Union Exploration Company of Texas for compulsory pooling,
Rio Arriba County, New Mexico.

MR. STAMETS: At the request of the
applicant this case will be continued to the June 3rd Examiner
Hearing.

(Hearing concluded.)

C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that
the foregoing Transcript of Hearing before the Oil Conserva-
tion Division was reported by me; that the said transcript
is a full, true, and correct record of the hearing, prepared
by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____
heard by me on _____ 19____.

_____, Examiner
Oil Conservation Division

SALLY W. BOYD, C.S.R.

Rt. 1 Box 193-B
Santa Fe, New Mexico 87501
Phone (505) 455-7409

LAW OFFICES OF
HUNKER-FEDRIC, P. A.
SUITE 210, HINKLE BUILDING
POST OFFICE BOX 1837
ROSWELL, NEW MEXICO 88201

GEORGE H. HUNKER, JR.
DON M. FEDRIC

TELEPHONE 622-2700
AREA CODE 505

April 30, 1981

Mark K. Adams, Esq.
Rodey, Dickason, Sloan, Akin & Robb, P.A.
P.O. Box 1888
Albuquerque, New Mexico 87103

7251

Re: Case No. 7252 NMOCD
SXT-Mancos Pooling
T. 24N, R. 1W
Sec. 36: All

Dear Mr. Adams:

James Q. Marshall of Roswell claims ownership of a priority interest to a non-competitive United States of America oil and gas lease to embrace the N $\frac{1}{2}$ N $\frac{1}{2}$ of Section 36, T. 24N, R. 1W. W.J. Langley is also contesting for the lease. Reference is made to BLM serial number NM 29755.

Our client, Mr. Marshall, does not concur with the findings by the Oil Conservation Commission to the effect that one oil well will drain 640 acres in this particular area of the pool, and as a consequence of this opinion does not feel that the Marshall-Langley tract should be included within the limits of a known geologic structure of a producing oil pool. To permit the inclusion of the N $\frac{1}{2}$ N $\frac{1}{2}$ of Sec. 36 within a k.g.s. would effectively remove the parcel from non-competitive leasing.

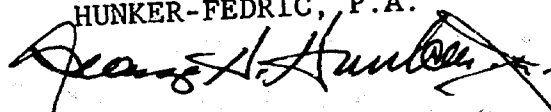
As we indicated in our telephone conversation, the Marshalls (James Q. and Virginia C.) would ratify voluntarily and conditionally enter into a Joint Operating Agreement involving their contingent interest, permitting SXT to recover out of production their part of the cost attributable to the 1979 well re-entry, and a very modest risk penalty (if any). They would agree to overhead charges at \$3,000 per month for a drilling well and \$300 per month for each producing well. The area should be limited to the Mancos formation. SXT took the initial risk at a time when the spacing unit was 160 acres; hence, we would doubt if much of a risk factor would be applicable to the Marshall-Langley parcel.

Mark K. Adams, Esq.
4/30/81
Page 2

We would hope that you could obtain a continuance of your case before the Hearing Examiner while SXT works out the details with the Marshalls and Langleys. We hope you will keep us posted. We will not enter our appearance in the case unless you advise us that your client has elected to proceed.

Sincerely yours,

HUNKER-FEDRIC, P.A.



George H. Hunker, Jr.

GHH:dd

xc: Mr. James Q. Marshall
P.O. Box 206
Roswell, New Mexico 88201

- CASE 7244:** Application of Crescent Energy Corp. for an unorthodox oil well location and non-standard oil production unit, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox Bough "C" location of a well to be drilled 2630 feet from the North line and 1980 feet from the East line of Section 32, Township 8 South, Range 37 East, Allison-Pennsylvanian Field, the SW/4 NE/4 and NW/4 SE/4 of said Section 32 to be dedicated to the well.
- CASE 7245:** Application of The Superior Oil Company for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the N/2 of Section 21, Township 20 South, Range 35 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well. (This case will be dismissed.)
- CASE 7246:** Application of Getty Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Getty 32 State Com. Well No. 1 located in Unit G of Section 32, Township 21 South, Range 32 East, to produce gas from the Atoka and Morrow formations.
- CASE 7247:** Application of Getty Oil Company for a gas well classification, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the reclassification of its State 29-J Well No. 1, an oil well located in Unit J of Section 29, Township 24 South, Range 33 East, as a retrograde gas condensate well with the S/2 of said Section 29 to be dedicated to the well.
- CASE 7248:** Application of Inexco Oil Company for pool creation, special pool rules, and an oil discovery allowable, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Wolfcamp oil pool for its Federal 10 State Com. Well No. 1 located in Unit L of Section 10, Township 21 South, Range 26 East, and the promulgation of special rules therefor, including provisions for 160-acre spacing. Applicant further seeks the assignment of approximately 42,290 barrels of discovery allowable to the aforesaid well.
- CASE 7249:** Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp and Pennsylvanian formations underlying the N/2 of Section 21, Township 18 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7250:** Application of Southland Royalty Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the N/2 of Section 22, Township 18 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7251:** Application of Southern Union Exploration Company of Texas for compulsory pooling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the West Puerto Chiquito-Mancos Oil Pool underlying all of Section 36, Township 24 North, Range 1 West, to be dedicated to its Mobil Federal Well No. 1 drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for risk involved in drilling said well.
- CASE 7252:** Application of Four Corners Gas Producers Association for designation of a tight formation, San Juan and Rio Arriba Counties, New Mexico. Applicant, in the above-styled cause, seeks the designation of the Dakota formation underlying portions of Townships 24 and 25 North, Ranges 7, 8, 9, and 10 West, containing 135,040 acres, more or less, as a tight formation pursuant to Section 107 of the Natural Gas Policy Act and 18 CFR Section 271.701-705.

WILLIAM A. SLOAN
JACKSON G. AKIN
JOHN D. ROBB
CHARLES B. LARNABEE
JAMES C. RITCHIE
JOHN P. CASTHAK
WILLIAM C. SCHAAK
RAY H. RODEY
ROBERT D. TAICHERT
ROBERT M. ST. JOHN
JOSEPH J. MULLINS
DUANE C. GILKEY
MARK K. ADAMS
ROBERT G. MISCORLE
PETER G. FRINA
BRUCE HALL
JOHN P. SALAZAR
WILLIAM S. DIXON
JOHN P. BURTON
REX D. THROCKMORTON
JONATHAN W. HEWES
GENE C. WALTON
RICHARD C. WINZNER

W. ROBERT LASATER, JR.
RICHARD K. BARLOW
CHARLES L. SAUNDERS
MARK C. HEIERING
VICTOR R. MARSHALL
CARL H. ESBECK
PAUL D. BARBER
JOE L. MCCLAUGHERTY
JAMES S. STARZYNSKI
CATHERINE T. GOLDBERG
KENNETH J. FERGUSON
STANLEY M. HATCH
STEVEN P. BAILEY
DIANE FISHER
H. RICHARD WEITLER, JR.
CLAUDIA F. INGRAM
DONALD B. MONNHEIMER
TRAVIS R. COLLIER
ROBERT D. PARK
BEN M. ALLEN
DANIEL J. HERNANDEZ
JASON A. SEDERQUIST
JO SEXTON BRAYER

RODEY, DICKASON, SLOAN, AKIN & ROBB, P. A.
COUNSELLORS AND ATTORNEYS AT LAW
20 FIRST PLAZA, SUITE 700
P. O. BOX 1888
ALBUQUERQUE, NEW MEXICO 87103

OF COUNSEL
DON L. DICKASON

PEARCE C. RODEY
1889-1958

TELECOPIER 765-5903

TELEX 660401

TELEPHONE 765-5900
AREA CODE 505

April 22, 1981

Mr. Joe D. Ramey, Director
Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Case 7251

Re: Case No. 7251

Dear Mr. Ramey:

Enclosed for filing are three counterparts of the Application of Southern Union Exploration Company of Texas for an order pooling mineral interests in the Mancos Formation underlying Section 36, Township 24 North, Range 1 West, N.M.P.M. in the West Puerto Chiquito Mancos Pool, Rio Arriba County, New Mexico. This Application has been set for hearing before an examiner at 9:00 A.M. on May 6, 1981 in the Oil Conservation Division Conference Room, State Land Office Building, Santa Fe, New Mexico.

Please let me know if you have questions.

Yours very truly,

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.

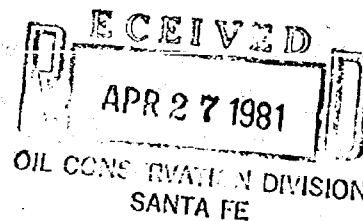
BY

MARK K. ADAMS

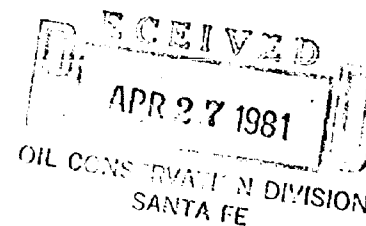
MKA:jf

Enclosures

cc: Ms. Helen Larsen
Ms. Helen Wood
Paul M. Zeis, Esquire



BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO



IN THE MATTER OF THE APPLICATION :
OF SOUTHERN UNION EXPLORATION :
COMPANY OF TEXAS FOR COMPULSORY :
POOLING, RIO ARriba COUNTY, NEW :
MEXICO. :

CASE NO. 7251

APPLICATION

COMES NOW SOUTHERN UNION EXPLORATION COMPANY OF TEXAS, by
its attorneys, and in support hereof, respectfully states:

1. Applicant has drilled and completed as an oil well its Mobil Federal Well No. 1 in the Mancos Formation (the "Well"). The Well is located at a point 1,980 feet from the south line and 1,980 feet from the east line of Section 36, Township 24 North, Range 1 West, N.M.P.M. ("Section 36"), in the West Puerto Chiquito Mancos Pool, Rio Arriba County, New Mexico.

2. Applicant proposes to dedicate all of Section 36 to the Well. Applicant owns United States Oil and Gas Lease NM 28699 covering S 1/2 N 1/2 and S 1/2 of Section 36, but there is an interest owner in N 1/2 N 1/2 of Section 36 who has not agreed to pool his interest.

3. The interest owner to be pooled is either:

James Q. Marshall
P.O. Box 206
Roswell, N. M. 88201

or

W. J. Langley
7777 Forest Lane
Suite 309
Dallas, Texas 75230

Mr. Marshall won a public drawing for a United States Oil and Gas Lease of N 1/2 N 1/2 of said Section 36 conducted on February 8, 1977 by the U. S. Bureau of Land Management. Mr. Langley won a "redrawing" for the Lease of the same land conducted by the Bureau on February 15, 1977. Both claim to be entitled to the Lease. The dispute between Mr. Marshall and Mr. Langley has been pending before the Department

of the Interior since 1977. The Department has decided not to resolve the dispute until a similar dispute between other persons relating to other land has been resolved by litigation now pending. (Benson J. Lamp v. Cecil Andrus, Secretary of the Department of the Interior, et al, in the United States District Court for the District of New Mexico, No. 80-171-M.) However, the resolution of the dispute between Mr. Marshall and Mr. Langley will result at some time in the issuance by the Bureau of Land Management to one of them of a United States Oil and Gas Lease of N 1/2 N 1/2 of Section 36.

4. Applicant should be designated as the operator of the Well and the proration unit.

5. To avoid drilling unnecessary wells, to protect correlative rights, to prevent waste, and to afford to the owner of each interest in said proration unit the opportunity to recover or receive without unnecessary expense his just and fair share of the oil and gas in said unit, all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36 should be pooled.

6. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner who has not paid his share of well costs that owner's proportionate share of the actual and reasonable costs of drilling and completing the Well, plus a reasonable charge for the risks involved in drilling and completing the Well.

7. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner that owner's proportionate share of a reasonable supervision charge for drilling and operating the Well.

WHEREFORE, Applicant prays:

A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order pooling all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36, Township 24 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico, to form a 640-acre proration unit dedicated to Applicant's well.

C. For such other relief as may be just in the premises.

SOUTHERN UNION EXPLORATION COMPANY OF TEXAS

By

Mark K. Adams
MARK K. ADAMS

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.
P.O. Box 1888
Albuquerque, New Mexico 87103
Attorneys for Applicant

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

RECEIVED
APR 27 1981
OIL CONSERVATION DIVISION
SANTA FE

IN THE MATTER OF THE APPLICATION :
OF SOUTHERN UNION EXPLORATION :
COMPANY OF TEXAS FOR COMPULSORY :
POOLING, RIO ARriba COUNTY, NEW :
MEXICO. :

CASE NO. 7251

APPLICATION

COMES NOW SOUTHERN UNION EXPLORATION COMPANY OF TEXAS, by
its attorneys, and in support hereof, respectfully states:

1. Applicant has drilled and completed as an oil well its
Mobil Federal Well No. 1 in the Mancos Formation (the "Well"). The
Well is located at a point 1,980 feet from the south line and 1,980
feet from the east line of Section 36, Township 24 North, Range 1
West, N.M.P.M. ("Section 36"), in the West Puerto Chiquito Mancos
Pool, Rio Arriba County, New Mexico.

2. Applicant proposes to dedicate all of Section 36 to
the Well. Applicant owns United States Oil and Gas Lease NM 28699
covering S 1/2 N 1/2 and S 1/2 of Section 36, but there is an
interest owner in N 1/2 N 1/2 of Section 36 who has not agreed to
pool his interest.

3. The interest owner to be pooled is either:

James Q. Marshall
P.O. Box 206
Roswell, N. M. 88201

or

W. J. Langley
7777 Forest Lane
Suite 309
Dallas, Texas 75230

Mr. Marshall won a public drawing for a United States Oil and Gas
Lease of N 1/2 N 1/2 of said Section 36 conducted on February 8, 1977
by the U. S. Bureau of Land Management. Mr. Langley won a "redrawing"
for the Lease of the same land conducted by the Bureau on February 15,
1977. Both claim to be entitled to the Lease. The dispute between
Mr. Marshall and Mr. Langley has been pending before the Department

of the Interior since 1977. The Department has decided not to resolve the dispute until a similar dispute between other persons relating to other land has been resolved by litigation now pending. (Benson J. Lamp v. Cecil Andrus, Secretary of the Department of the Interior, et al, in the United States District Court for the District of New Mexico, No. 80-171-M.) However, the resolution of the dispute between Mr. Marshall and Mr. Langley will result at some time in the issuance by the Bureau of Land Management to one of them of a United States Oil and Gas Lease of N 1/2 N 1/2 of Section 36.

4. Applicant should be designated as the operator of the Well and the proration unit.

5. To avoid drilling unnecessary wells, to protect correlative rights, to prevent waste, and to afford to the owner of each interest in said proration unit the opportunity to recover or receive without unnecessary expense his just and fair share of the oil and gas in said unit, all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36 should be pooled.

6. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner who has not paid his share of well costs that owner's proportionate share of the actual and reasonable costs of drilling and completing the Well, plus a reasonable charge for the risks involved in drilling and completing the Well.

7. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner that owner's proportionate share of a reasonable supervision charge for drilling and operating the Well.

WHEREFORE, Applicant prays:

A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order pooling all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36, Township 24 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico, to form a 640-acre proration unit dedicated to Applicant's well.

C. For such other relief as may be just in the premises.

SOUTHERN UNION EXPLORATION COMPANY OF TEXAS

By Mark K. Adams
MARK K. ADAMS

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.
P.O. Box 1888
Albuquerque, New Mexico 87103
Attorneys for Applicant

BEFORE THE OIL CONSERVATION DIVISION
OF THE STATE OF NEW MEXICO

RECEIVED
APR 27 1981
OIL CONSERVATION DIVISION
SANTA FE

IN THE MATTER OF THE APPLICATION :
OF SOUTHERN UNION EXPLORATION :
COMPANY OF TEXAS FOR COMPULSORY :
POOLING, RIO ARriba COUNTY, NEW :
MEXICO. :

CASE NO. 7251

APPLICATION

COMES NOW SOUTHERN UNION EXPLORATION COMPANY OF TEXAS, by
its attorneys, and in support hereof, respectfully states:

1. Applicant has drilled and completed as an oil well its
Mobil Federal Well No. 1 in the Mancos Formation (the "Well"). The
Well is located at a point 1,980 feet from the south line and 1,980
feet from the east line of Section 36, Township 24 North, Range 1
West, N.M.P.M. ("Section 36"), in the West Puerto Chiquito Mancos
Pool, Rio Arriba County, New Mexico.

2. Applicant proposes to dedicate all of Section 36 to
the Well. Applicant owns United States Oil and Gas Lease NM 28699
covering S 1/2 N 1/2 and S 1/2 of Section 36, but there is an
interest owner in N 1/2 N 1/2 of Section 36 who has not agreed to
pool his interest.

3. The interest owner to be pooled is either:

James Q. Marshall
P.O. Box 206
Roswell, N. M. 88201

or

W. J. Langley
7777 Forest Lane
Suite 309
Dallas, Texas 75230

Mr. Marshall won a public drawing for a United States Oil and Gas
Lease of N 1/2 N 1/2 of said Section 36 conducted on February 8, 1977
by the U. S. Bureau of Land Management. Mr. Langley won a "redrawing"
for the Lease of the same land conducted by the Bureau on February 15,
1977. Both claim to be entitled to the Lease. The dispute between
Mr. Marshall and Mr. Langley has been pending before the Department

of the Interior since 1977. The Department has decided not to resolve the dispute until a similar dispute between other persons relating to other land has been resolved by litigation now pending. (Benson J. Lamp v. Cecil Andrus, Secretary of the Department of the Interior, et al, in the United States District Court for the District of New Mexico, No. 80-171-M.) However, the resolution of the dispute between Mr. Marshall and Mr. Langley will result at some time in the issuance by the Bureau of Land Management to one of them of a United States Oil and Gas Lease of N 1/2 N 1/2 of Section 36.

4. Applicant should be designated as the operator of the Well and the proration unit.

5. To avoid drilling unnecessary wells, to protect correlative rights, to prevent waste, and to afford to the owner of each interest in said proration unit the opportunity to recover or receive without unnecessary expense his just and fair share of the oil and gas in said unit, all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36 should be pooled.

6. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner who has not paid his share of well costs that owner's proportionate share of the actual and reasonable costs of drilling and completing the Well, plus a reasonable charge for the risks involved in drilling and completing the Well.

7. Applicant should be authorized to withhold from the share of production of any non-consenting working interest owner that owner's proportionate share of a reasonable supervision charge for drilling and operating the Well.

WHEREFORE, Applicant prays:

A. That this application be set for hearing before an examiner and that notice of said hearing be given as required by law.

B. That upon hearing the Division enter its order pooling all mineral interests, whatever they may be, in the Mancos Formation underlying Section 36, Township 24 North, Range 1 West, N.M.P.M., Rio Arriba County, New Mexico, to form a 640-acre proration unit dedicated to Applicant's well.

C. For such other relief as may be just in the premises.

SOUTHERN UNION EXPLORATION COMPANY OF TEXAS

By

Mark K. Adams
MARK K. ADAMS

RODEY, DICKASON, SLOAN, AKIN & ROBB, P.A.
P.O. Box 1888
Albuquerque, New Mexico 87103
Attorneys for Applicant

Southern Union Expl Co
DAN NUTTER of Texas

640-
area
unit
West Puerto Clingito -
36 24N 1W Mancos
Rio Arriba Oil Prod

1 Mobil Federal No. 1

Q-102 12-5-80

1980 FS FE

Record in by Mark Adams

2130 4/16

DRAFT

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

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

CASE NO. 7251

Order No. R- 6237

APPLICATION OF SOUTHERN UNION
EXPLORATION COMPANY OF TEXAS FOR
COMPULSORY POOLING, RIO ARRIBA
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 2,
19 81, at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this day of July, 19 81, the Division
Director, having considered the record and the recommendations of
the Examiner, and being fully advised in the premises,

FINDS:

That the applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED:

That Case No. 7251 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove
designated.