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. 10964 ORDER NO. R10111

APPLICATION OF MERIDIAN OIL, INC. FOR DOWNHOLE COMMINGLING AND AN UNORTHODOX COAL GAS WELL LOCATION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on April 28, 1994, at Santa Fe, New Mexico, before Examiner Jim Morrow.

NOW, on this 2nd day of May, 1994, the Division Director, having considered 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, Meridian Oil, Inc., seeks approval to downhole commingle Undesignated Tapacito-Pictured Cliffs Pool and Basin Fruitland Coal Gas Pool production within the wellbore of its proposed San Juan 28-5 Unit Well No. 106 to be drilled at an unorthodox "off-pattern" coal gas well location 1020 feet from the South line and 1850 feet from the East line (Unit D) of Section 28, Township 28 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.

(3) Prior to the hearing the applicant requested by letter dated April 26, 1994, that this case be dismissed.

(4) The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10964 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 22 WILLIAM J. LEMAY Director

SEAL