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. 8748 Order No. R-8187

APPLICATION OF SUN EXPLORATION AND PRODUCTION COMPANY FOR A NON-STANDARD GAS PRORATION UNIT, COMPULSORY POOLING, AND DUAL COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on October 23 and November 21, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>21st</u> day of March, 1986, the Division Director, having considered the testimony, 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) At the time of the hearings Division Cases Nos. 8722 and 8748 were consolidated for the purpose of testimony.
- (3) The applicant, Sun Exploration and Production Company, seeks an order pooling all mineral interests in the Jalmat Gas Pool underlying the SE/4 of Section 25 and the NE/4 NE/4 of Section 36, both in Township 24 South, Range 36 East, NMPM, Lea County, New Mexico, thereby forming a 200-acre non-standard gas spacing and proration unit in said pool. The applicant further seeks an order pooling all mineral interests in the Langlie-Mattix Pool underlying the NW/4 SE/4 of said Section 25 forming a standard 40-acre oil spacing and proration unit.
- (4) The applicant also proposes both aforementioned units to be dedicated to a well to be drilled at a standard

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location 1980 feet from the South and East lines of said Section 25 and dually completed in such a manner as to produce oil from the Langlie-Mattix Pool and gas from the Jalmat Gas Pool through parallel strings of tubing.

- (5) Subsequent to the final hearing on this matter the applicant divested all of its interest in the proposed units and has requested this case be <u>dismissed</u>.
- (6) The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 8748 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

R. L. STAMETS

Director

SEAL