# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

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

## APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

CASE NO. 13359 De Novo ORDER NO. R-12283

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### RESPONSE OF FINLEY RESOURCES, INC. TO MEWBOURNE OIL COMPANY'S <u>MOTION TO DISMISS</u>

Finley Resources, Inc., for its Response to the Motion To Dismiss filed on behalf of Mewbourne Oil Company, states:

Order No. R-12283 was issued by the Division on February 15, 2005, pooling uncommitted interests owned by Finley Resources, Inc. and Chesapeake Operating, Inc. in the NE/4 of Section 9, T21S, R35E from the surface to 10,000' subsurface. Order No. R-12283 also contained provisions for allocating the costs of drilling and completing the Osudo "9" State Com No. 1 well in the Morrow formation and a subsequent re-completion in formations above 10,000' among the working interest owners whose interests vary by depth.

On February 22, 2005, and March 10, 2005 respectively, Chesapeake Operating, Inc. and Finley Resources, Inc. each filed an Application for Hearing De Novo seeking to challenge, among other things, the cost allocation provisions of Order No. R-12283.

On March 29, 2005, Mewbourne Oil Company filed its motion seeking the dismissal of (a) its own application and (b) the applications for hearing de novo, citing to the abandonment of any plans to re-complete the well in the pooled formations above 10,000'.

Finley Resources, Inc., for its part, does not oppose Mewbourne Oil Company's motion. However, in view of Mewbourne's own request that its original application be dismissed, Finley Resources, Inc. requests that the dismissal be made effective *nunc pro tunc* to February 15, 2005, the date of the issuance of Order No. R-12283 so that the order may not be cited as precedent.

Respectfully submitted,

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J. Scott Hall Miller Stratvert P.A. Post Office Box 1986 Santa Fe, New Mexico 87504 (505) 989-9614 Attorneys for Finley Resources, Inc.

#### **Certificate of Mailing**

I hereby certify that a true and correct copy of the foregoing was faxed to counsel of record on the 4<sup>th</sup> day of April, 2005 as follows:

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