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. 11801 ORDER NO. R-10850

APPLICATION OF OXY USA, INC. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on July 24, 1997, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>31st</u> day of July, 1997, 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.
- The applicant, OXY USA, Inc., seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the E/2 of Section 32, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico, thereby forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent, which presently includes but is not necessarily limited to the Undesignated Russell-Wolfcamp Gas Pool, Undesignated Winchester-Upper Pennsylvanian Gas Pool, Undesignated East Burton Flat-Strawn Gas Pool, Undesignated West Parkway-Strawn Gas Pool, Undesignated East Burton Flat-Atoka Gas Pool, Undesignated West Parkway-Atoka Gas Pool, Undesignated East Burton Flat-Morrow Gas Pool, Undesignated West Parkway-Morrow Gas Pool, Undesignated Winchester-Morrow Gas Pool, and Undesignated North Burton-Pennsylvanian Gas Pool. Said unit is to be dedicated to a well to be drilled at a standard gas well location thereon.
- (3) At the time of the hearing, legal counsel for the applicant requested this matter be dismissed.

(4) Dismissal of this case should therefore be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 11801 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. ZEMAY

Director