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. 12132 (Reopened) ORDER NO. R-11181-A

IN THE MATTER OF CASE NO. 12132 BEING REOPENED PURSUANT TO THE PROVISIONS OF DIVISION ORDER NO. R-11181, WHICH ORDER ESTABLISHED TEMPORARY SPECIAL RULES AND REGULATIONS FOR THE ANDERSON RANCH-STRAWN POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on June 15, 2000, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 7th day of June, 2000, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

FINDS THAT:

- (1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.
- (2) By Order No. R-11181 issued in Case No. 12132 on May 13, 1999, the Division, upon application of Nearburg Exploration Company L.L.C. ("Nearburg"), created the Anderson Ranch-Strawn Pool comprising the NE/4 of Section 15, Township 16 South, Range 32 East, NMPM, Lea County, New Mexico, and established temporary special rules including a provision for 80-acre spacing and proration units with wells to be located no closer than 330 feet to any governmental quarter-quarter section line or subdivision inner boundary.
- (3) Pursuant to the provisions of Order No. R-11181, this case was reopened to allow the operators in the subject pool to appear and present evidence that the temporary special rules for the Anderson Ranch-Strawn Pool should be permanently adopted.

- (4) Nearburg did not appear at the hearing; however, by letter dated June 13, 2000, Nearburg advised the Division that it would not appear at the June 15th hearing and requested that the temporary special rules for the Anderson Ranch-Strawn Pool be rescinded.
 - (5) No other person entered an appearance in this case.
- (6) In the absence of supporting testimony, the Temporary Special Rules and Regulations for the Anderson Ranch-Strawn Pool should be <u>rescinded</u>, and the pool should be governed by Division Rule 104.B.(1).

IT IS THEREFORE ORDERED THAT:

- (1) The Temporary Special Rules and Regulations for the Anderson Ranch-Strawn Pool, as set forth in Division Order No. R-11181 dated May 13, 1999, are hereby rescinded.
- (2) The Anderson Ranch-Strawn Pool shall hereafter be governed by Division Rule 104.B.(1).
- (3) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

LORI WROTENBERY

Director