

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. 12288
ORDER NO. R-11282

APPLICATION OF KERR-McGEE OIL & GAS ONSHORE, L.L.C. FOR A NON-STANDARD SUBSURFACE GAS WELL LOCATION/PRODUCING AREA, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on November 18, 1999, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 23rd day of November, 1999, the Division Director, having considered 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) The applicant, Kerr-McGee Oil & Gas Onshore, L.L.C. ("K-M"), seeks approval for a non-standard subsurface gas well location/producing area within the Indian Basin-Upper Pennsylvanian Gas Pool for its existing West Indian Basin Unit Well No. 1 (API No. 30-015-10219), located 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 17, Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico. This well is to be recompleted back into a 640-acre gas spacing and proration unit consisting entirely of Section 17, which is a standard spacing unit for the Indian Basin-Upper Pennsylvanian Gas Pool, in such a manner that the subsurface/bottomhole location will be no closer than 660 feet from the South line of Section 17 nor closer than 1650 feet from the West, North, and East lines of Section 17.

(3) On October 26, 1999, K-M filed this same application with the Division for administrative review pursuant to Division Rules 104.F and 111.C(2).

(4) By Administrative Order NSL-4379, dated November 16, 1999, the Division approved the subject application, thereby making this case unnecessary.

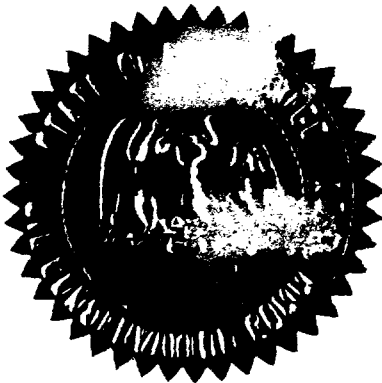
(5) Furthermore, the applicant, prior to the hearing, requested this matter be dismissed.

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

IT IS THEREFORE ORDERED THAT:

Case No. 12288 is hereby dismissed.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Lori Wrotenbery
LORI WROTENBERY
Director