

**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. 12586
ORDER NO. R-11530**

**APPLICATION OF CHEVRON U.S.A. PRODUCTION COMPANY FOR AN
UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on January 25, 2001, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 2nd day of February, 2001, 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, Chevron U.S.A. Production Company ("Chevron"), seeks an exception to Division Rule 104.C (3) for its G. C. Matthews Well No. 12 (**API No. 30-025-05953**), located 330 feet from the South line and 990 feet from the East line (Unit P) of Section 6, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, to be deepened and recompleted into the Tubb formation at an unorthodox gas well location within a standard 160-acre gas spacing and proration unit for the Undesignated West Monument-Tubb Gas Pool comprising the SE/4 of Section 6.

(3) Chevron originally filed this application with the Division on October 17, 2000, for administrative review pursuant to the provisions of Division Rule 104.F.

(4) An objection filed by Sapient Energy Corporation ("Sapient"), an affected offset operator, on October 31, 2000 caused this application to be set for hearing.

(5) On January 24, 2001 Sapient withdrew its objection. This matter was then

remanded to the Division's administrative process.

(6) By Administrative Order NSL-3752-A, dated January 24, 2001, the Division approved the subject application, thereby making this case unnecessary.

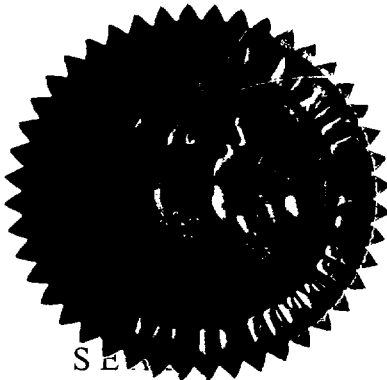
(7) Furthermore, the applicant, prior to the hearing, requested this matter be dismissed.

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

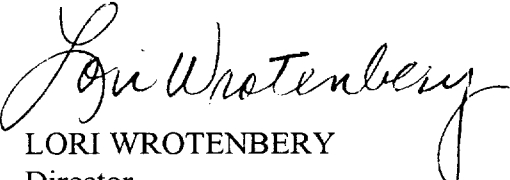
IT IS THEREFORE ORDERED THAT:

Case No. 12586 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
Director