## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 8960 DE NOVO Order No. R-8282-A

APPLICATION OF MARATHON OIL COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

# ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 23, 1986, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 4th day of November, 1986, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, and being fully advised in the premises,

#### FINDS THAT:

- (1) Due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) The applicant, Marathon Oil Company, seeks an order pooling all mineral interests from the surface to the base of the Siluro-Devonian formation underlying the SE/4 SE/4 of Section 14, Township 16 South, Range 38 East, to form a standard 40-acre spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing, said unit to be dedicated to a well to be drilled at a standard location thereon.
- (3) The matter came on for hearing at 8:15 a.m. on August 6, 1986, at Santa Fe, New Mexico, before Oil Conservation Division Examiner Michael E. Stogner and, pursuant to this hearing, Order No. R-8282 was issued on August 21, 1986, granting the application.

- (4) Timely applications for Hearing De Novo were made by the opposing parties in this case and the matter was set for hearing before the Commission.
- (5) The matter came on for hearing  $\underline{\text{De}}$  Novo on October 23, 1986.
- (6) The evidence adduced at said hearing indicates that Division Order No. R-8282 entered August 21, 1986, should be affirmed.

# IT IS THEREFORE ORDERED THAT:

- (1) Division Order No. R-8282, entered August 21, 1986, is hereby affirmed.
- (2) Jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION
JIM BACA, Member

ED KELLEY). Member

R. L. STAMETS,

Chairman and Secretary

SEAL