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. 10652 ORDER NO. R-9851

APPLICATION OF POGO PRODUCING COMPANY FOR DIRECTIONAL DRILLING AND AN UNORTHODOX OIL WELL LOCATION, EDDY COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on February 18, 1993, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 12th day of March, 1993, 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.

(2) The applicant, Pogo Producing Company, seeks authority to directionally drill its proposed Mobil Federal Well No. 8 from a surface location 330 feet from the South line and 1380 feet from the East line (Unit O) of Section 29, Township 23 South, Range 31 East, NMPM, Eddy County, New Mexico, in such a manner as to bottom the well in the Brushy Canyon formation of the Delaware Mountain Group, at a standard location approximatley 413 feet from the South line and 1897 feet from the East line (Unit O) of said Section 29. The applicant also seeks approval for unorthodox locations in the Bell Canyon and Cherry Canyon formations of the Delaware Mountain Group.

(3) Prior to the hearing in this matter, the Division issued Administrative Order DD-74, dated Feburary 8, 1993, which authorized the directional drilling of said Mobil Federal Well No. 8 in the aforementioned manner making this application for hearing unnecessary.

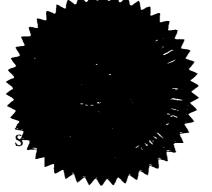
(4) This case should therefore be dismissed.

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IT IS THEREFORE ORDERED THAT:

Case No. 10652 is hereby dismissed.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION Q Q WILLIAM J. LEMAN Director