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. 10938 ORDER NO. R-10088

APPLICATION OF PRIMERO OPERATING, INC. FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, CHAVES COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on March 17, 1994, at Santa Fe, New Mexico, before Examiner Jim Morrow.

NOW, on this 28th day of March, 1994, 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, Primero Operating, Inc., seeks the pooling of all mineral interests from the surface to the base of the Pennsylvanian formation underlying the E/2 of Section 10, Township 15 South, Range 27 East, forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent. Applicant proposes to re-enter the plugged and abandoned BTA Oil Producers Atoka 7109 JV-D Well No. 1, located 1650 feet from the South line and 990 feet from the East line (Unit I) of Section 10 and to dedicate this well to said unit.

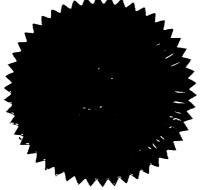
(3) By letter dated March 9, 1994, the applicant requested this case be dismissed.

(4) The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10938 is hereby dismissed.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAN Director