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. 11319 ORDER NO. R-10490

APPLICATION OF SULLIVAN AND COMPANY "3-D" PROGRAM I L.L.C. FOR DIRECTIONAL DRILLING AND AN UNORTHODOX BOTTOMHOLE OIL WELL LOCATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on July 13, 1995, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>17th</u> day of October, 1995, 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, Sullivan and Company "3-D" Program I L.L.C., seeks authorization to drill its Lowe "25" Well No. 1 from an unorthodox surface location within the SW/ NW/4 (Unit E) of Section 25, Township 13 South, Range 37 East, NMPM, Lea County, New Mexico to an unorthodox bottomhole location within a 50 foot target area of a point 435 feet from the North line and 100 feet from the West line (also in Unit E) of said Section 25. The SW/4 NW/4 of said Section 25 is to be dedicated to the well forming a standard 40-acre oil spacing and proration unit.
- (3) Applicant further requests approval of the subject unorthodox location as to the King-Wolfcamp Pool, Undesignated King-Pennsylvanian Pool, and Undesignated King-Devonian Pool.
- (4) The applicant appeared at the time of the hearing and presented engineering and geological testimony in support of this application.

- (5) Subsequent to the hearing the applicant requested this matter be dismissed.
- (6) Dismissal of this case should therefore be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 11319 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 (LEMAY

Director

SEAL