

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. 11980
ORDER NO. R-11034*

**APPLICATION OF NEARBURG PRODUCING COMPANY FOR AN
UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on July 9, 1998, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 20th day of August, 1998, 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, Nearburg Producing Company ("Nearburg"), seeks authorization to reenter the plugged and abandoned Cities Service Company Little Box Canyon Unit Well No. 4 (API No. 30-015-22288), to be redesignated the Little Box Canyon "12" Federal Com. Well No. 4, located 1980 feet from the North line and 1650 feet from the East line (Unit G) of Section 12, Township 21 South, Range 21 East, NMPM, Eddy County, New Mexico. Further, Nearburg seeks to dedicate to this well a standard "lay-down" 320-acre gas spacing and proration unit that comprises the N/2 of Section 12 for any and all formations and/or pools developed on 320-acre spacing from the base of the Wolfcamp formation to the base of the Morrow formation, which presently includes but is not necessarily limited to the Undesignated Box Canyon-Permo Pennsylvanian Gas Pool, Indian Loafer Draw-Upper Pennsylvanian Gas Pool, Undesignated Little Box Canyon-Strawn Gas Pool, Undesignated Little Box Canyon-Atoka Gas Pool, and Little Box Canyon-Morrow Gas Pool.

(3) On June 17, 1998 Nearburg filed this same application with the Division for

administrative review pursuant to Division General Rule 104.F(2).

(4) By Administrative Order NSL-4070(BHL), dated June 26, 1998, the Division approved the administrative application, thereby making this case unnecessary.

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

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

IT IS THEREFORE ORDERED THAT:

Case No. 11980 is hereby dismissed.

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



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Lori Wrottenbery
LORI WROTENBERY
Director