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. 12544 ORDER NO. R-11492

APPLICATION OF EOG RESOURCES, INC. 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 November 16, 2000, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this $\int f H_{L}$ day of November, 2000, 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, EOG Resources, Inc. ("EOG"), seeks authorization to drill its Conoco "22" Federal Com. Well No. 1 (API No. 30-015-31457) as a wildcat gas well through the top of the Chester series of the Mississippian formation at an unorthodox location 2310 feet from the North line and 1427 feet from the West line (Unit F) of Section 22, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico. The W/2 of Section 22, being a standard 320-acre stand-up gas spacing and proration unit, is to be dedicated to the well.

(3) On November 9, 2000 EOG filed a similar application with the Division for administrative review pursuant to Division Rule 104.F.

(4) By Administrative Order NSL-4525, dated November 13, 2000, the Division approved the subject application, thereby making this case unnecessary.

Case No. 12544 Order No. R-11492 Page 2

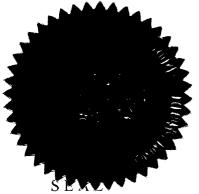
(5) Furthermore, the applicant, prior to the hearing, requested this matter be dismissed.

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

IT IS THEREFORE ORDERED THAT:

Case No. 12544 is hereby dismissed.

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



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

stenberg LORI WROTENBERY

Director