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. 12723 ORDER NO. R-11654

APPLICATION OF GRUY PETROLEUM MANAGEMENT COMPANY FOR AN UNORTHODOX INFILL GAS WELL LOCATION AND SIMULTANEOUS DEDICATION, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on September 6, 2001, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 13th of September, 2001, the Division Director, having considered the testimony, 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, Gruy Petroleum Management Company ("Gruy"), seeks an exception to the well location requirements provided within the "Special Rules and Regulations for the Jalmat Gas Pool", as promulgated by Division Order No. R-8170, as amended, for an unorthodox Jalmat infill gas well location for its recently drilled Myers "B" Well No. 9 (API No. 30-025-34769) located 990 feet from the North line and 330 feet from the West line (Unit D) of Section 13, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. The applicant further seeks authority to simultaneously dedicate the Myers "B" Well No. 9 and its Myers "B" Well No. 3 (API No. 30-025-09565) located at a standard gas well location 660 feet from the North line and 1980 feet from the West line (Unit C) of Section 13, to an existing 160-acre non-standard Jalmat gas spacing and proration unit comprising the NW/4 of Section 13.
- (3) This application was originally filed by Gruy for administrative approval on or about July 23, 2001.

- (4) Pursuant to an objection filed on July 24, 2001, by Lewis B. Burleson, Inc. ("Burleson"), Gruy's application was set to hearing before a Division examiner.
- (5) By letter to the Division dated September 4, 2001, Burleson withdrew its objection to Gruy's application.
- (6) Gruy's application was subsequently approved by Division administrative Order No. NSL-4639(SD) dated September 5, 2001.
 - (7) This case should be dismissed.

IT IS THEREFORE ORDERED THAT:

(1) Case No. 12723 is hereby <u>dismissed</u>.

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

SEAL

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

LORI WROTENBERY

Director