Entered April 25, 1983

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7840 Order No. R-7265

APPLICATION OF JEROME P. MCHUGH FOR COMPULSORY POOLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

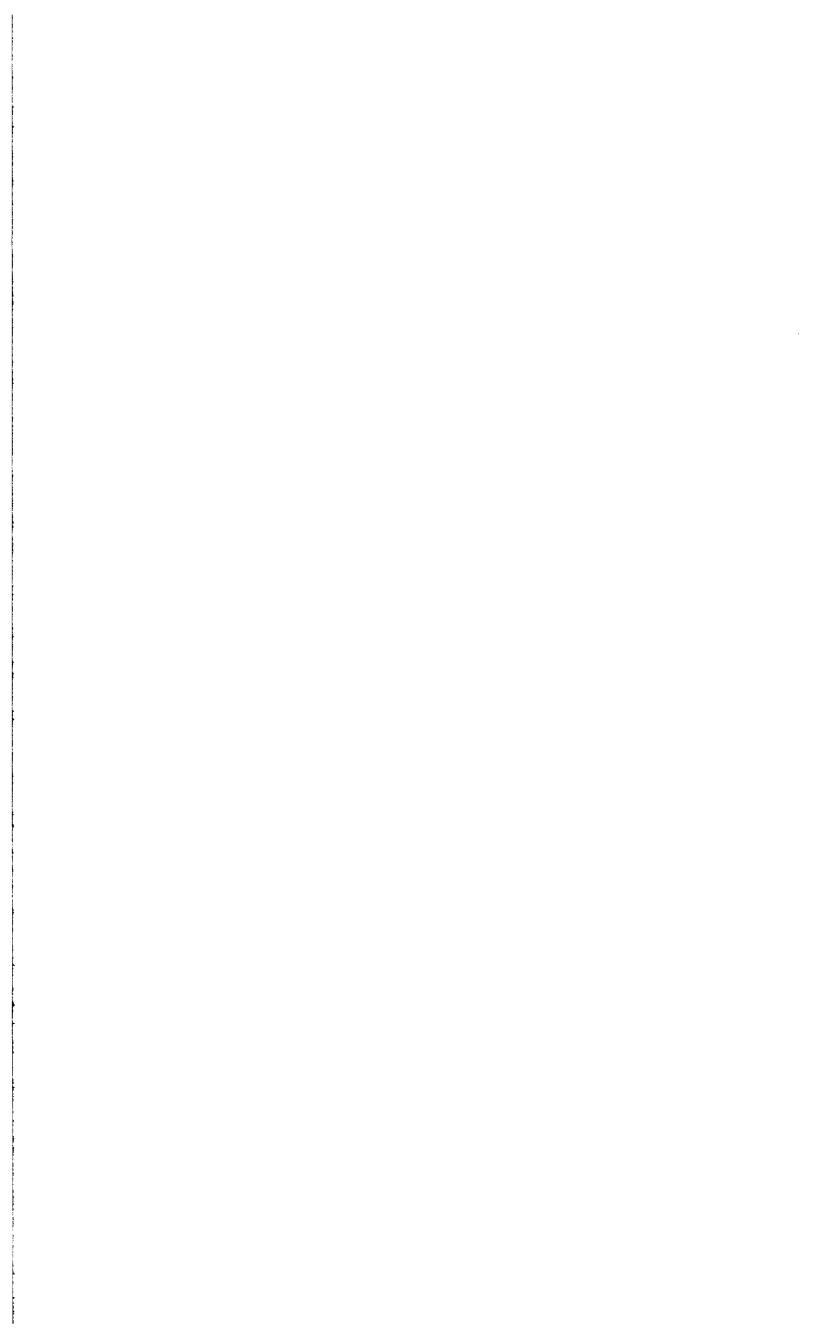
BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 30, 1983, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this $25 \, \text{th}$ day of April, 1983, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.
- (2) That the applicant, Jerome P. McHugh, seeks an order pooling all mineral interests in the Dakota formation underlying the W/2 of Section 34, Township 25 North, Range 2 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant has the right to drill and proposes to drill a well at a standard location thereon.
- (4) That there are interest owners in the proposed proration unit who have not agreed to pool their interests.
- (5) That applicant failed to prove that granting this application would prevent waste, protect correlative rights, or avoid the drilling of unnecessary wells, and therefore, this application should be <u>denied</u>.



-2-Case No. 7840 Order No. R-7265

IT IS THEREFORE ORDERED:

- (1) That the application of Jerome P. McHugh for an order pooling all mineral interests in the Dakota formation underlying the W/2 of Section 34, Township 25 North, Range 2 West, NMPM, Rio Arriba County, New Mexico, is hereby denied.
- (2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

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

STATE OF NEW MEXICO OLL CONSERVATION DIVISION

JOE D. RAMEY Director

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