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. 11005 ORDER NO. R-10141

APPLICATION OF TEXACO EXPLORATION AND PRODUCTION, INC. FOR POOL RECLASSIFICATION, VERTICAL EXTENSION, HORIZONTAL CONTRACTION AND EXPANSION, SPECIAL POOL RULES AND FOR A SPECIAL DEPTH BRACKET ALLOWABLE, LEA COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on June 23, 1994, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>30th</u> day of June, 1994, 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, Texaco Exploration and Production, Inc., seeks to extend the vertical limits of the North Teauge-Lower Paddock-Blinebry Gas Pool, presently comprising the N/2 of Section 9, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, to include the Tubb, Drinkard and Abo formations. Applicant also seeks to reclassify said pool as an oil pool and to contract its horizontal limits to delete the E/2 NE/4 of said Section 9 and to further expand said boundary to include the N/2 SW/4 of said Section 9 and the E/2 NE/4 of offsetting Section 8. Further the applicant seeks the promulgation of special pool rules including a gas/oil ratio limitation of 10,000 cubic feet of gas per barrel of oil and the assignment of a special depth bracket allowable of 400 barrels of oil per day.

(3) By letter dated June 14, 1994, the applicant requested this case be dismissed.

(4) The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 11005 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

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