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. 11475 ORDER NO. R-10605

APPLICATION OF TEXACO EXPLORATION AND PRODUCTION INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 30, 1996, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>3rd</u> day of June, 1996, 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 an order pooling all mineral interests from the surface to the base of the Seven Rivers formation, underlying the following described acreage in Section 23, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico and in the following manner: (a) the SW/4 to form a standard 160-acre spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; (b) the W/2 SW/4 to form a standard 80-acre oil spacing and proration unit for any pools developed on 80-acre spacing within said vertical extent; and, (c) the NW/4 SW/4 to form a standard 40-acre oil spacing and proration unit for any pools developed on 40-acre spacing within said vertical extent. Said units are to be dedicated to the applicant's proposed Rhodes "23" Federal Com. Well No. 1 to be drilled at a standard location in the NW/4 SW/4 of said Section 23.

- (3) Prior to the hearing, the applicant requested this matter be dismissed.
- (4) Dismissal of this case should therefore be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 11475 is hereby dismissed.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION ØO WILLIAM/J./LEMAY Director

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