

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. 11080
ORDER NO. R-10282

**APPLICATION OF SANTA FE ENERGY OPERATING PARTNERS, L. P. FOR
COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, EDDY
COUNTY, NEW MEXICO**

ORDER OF THE DIVISION

BY THE DIVISION:

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

NOW, on this 21st day of December, 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, Santa Fe Energy Operating Partners, L. P., seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described area in Section 20, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico and in the following manner:

- the S/2 forming a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within said vertical extent, which presently includes but is not necessarily limited to the Laguna Salado-Atoka Gas Pool;
- and the SE/4 forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent.

Case No. 11080

Order No. R-10282

Page 2

Both units are to be dedicated to a single well to be drilled 1980 feet from the South line and 660 feet from the East line (Unit I) of said Section 20, which is a standard location for 160-acre spacing and unorthodox for 320-acre spacing.

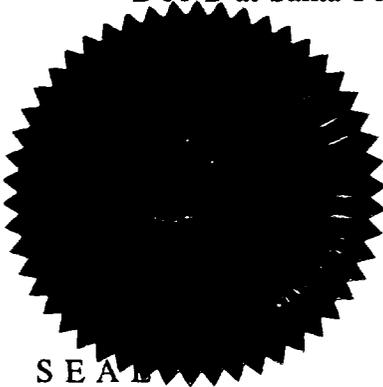
(3) Prior to the hearing, the applicant requested this matter be dismissed.

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

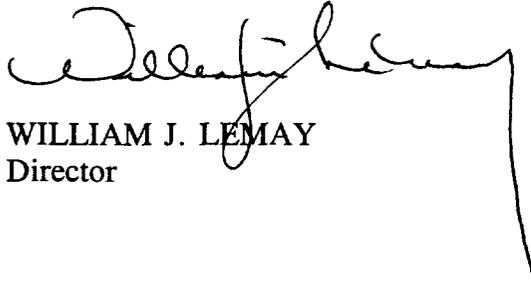
IT IS THEREFORE ORDERED THAT:

Case No. 11080 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