

**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. 12724
ORDER NO. R-11655**

**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 day 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. 8 (**API No. 30-025-34768**) located 2260 feet from the North line and 2310 feet from the East line (Unit G) of Section 11, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. The applicant further seeks authority to simultaneously dedicate the Myers "B" Well No. 8 and its Myers "B" Well No. 6 (**API No. 30-025-31382**) located at a standard gas well location 660 feet from the North and East lines (Unit A) of Section 11, to an existing 120-acre non-standard Jalmat gas spacing and proration unit comprising the N/2 NE/4 and the SW/4 NE/4 of Section 11.

(3) This application was originally filed by Gruy for administrative approval on or about July 20, 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.

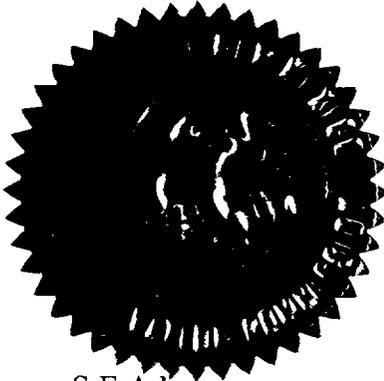
(6) Gruy's application was subsequently approved by Division administrative Order No. NSL-4640(SD) dated September 5, 2001.

(7) This case should be dismissed.

IT IS THEREFORE ORDERED THAT:

(1) Case No. 12724 is hereby dismissed.

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



SEAL

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director