STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF:

CASE NO. 13486

APPLICATION OF SYNERGY OPERATING, LTD FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO

ORDER NO. R-12376-B

ORDER OF THE DIVISION

BY THE DIVISION:

THIS MATTER came before the Director of the Oil Conservation Division (the Division) for consideration on September 29, 2005 at Santa Fe, New Mexico on the joint application of Synergy Operating, LLC, Edwin L. Smith LLC and Jerry Walmsley, Trustee for a stay of Division Order No. R-12376, and the Director, having reviewed the matter and carefully considered the same, now, on this 3rd day of October, 2005,

FINDS THAT:

All parties in interest have agreed to the requested stay, and it should therefore be granted.

IT IS THEREFORE ORDERED THAT:

- (1) Order No. R-12376 is hereby stayed until December 1, 2005.
- (2) Synergy Operating, LLC shall not commence drilling its Duff 29-11-8 Well No. 104, to be located in the Northwest Quarter of Section 8, Township 29 North, Range 11 West, NMPM, until this order expires or is dissolved.
- (3) Jurisdiction of this case 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 OIL CONSERVATION DIVISION

MARK E. FESMIRE, P.E.

Director

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