

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. 11896
ORDER NO. R-10988

APPLICATION OF OXY USA, INC. FOR COMPULSORY POOLING, EDDY
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on March 19, 1998, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 19th day of May, 1998, 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, Oxy USA, Inc., sought an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 17, Township 17 South, Range 27 East, NMPM, Eddy County, New Mexico, and in the following manner:

(a) the N/2 to form a standard 320-acre gas spacing and proration unit for pools developed on 320-acre spacing within said vertical extent, which presently include but are not necessarily limited to the Undesignated Jennings Spring-Wolfcamp Gas Pool, Undesignated Logan Draw-Cisco Canyon Gas Pool, Undesignated Hart Draw-Atoka Gas Pool, and Undesignated Logan Draw-Morrow Gas Pool;

(b) the NE/4 to form a standard 160-acre gas spacing and proration unit for formations and/or pools developed on 160-acre spacing within said vertical extent;

(c) the N/2 NE/4 to form a standard 80-acre oil spacing and proration unit for pools currently developed on 80-acre spacing within said vertical extent; and,

(d) the NW/4 NE/4 (Unit B) to form a standard 40-acre oil spacing and proration unit for formations and/or pools developed on 40-acre spacing within said vertical extent, which presently include but are not necessarily limited to the Undesignated Logan Draw-San Andres Pool.

(3) Said units are to be dedicated to the applicant's proposed Livan Federal Com. Well No. 1 (API No. 30-015-29992) to be drilled and completed at a standard location for the 320, 160, and 40 acre units 660 feet from the North line and 1650 feet from the East line (Unit B) of said Section 17.

(4) Prior to the March 19, 1998 hearing, the applicant requested this matter be dismissed.


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

IT IS THEREFORE ORDERED THAT:

Case No. 11896 is hereby dismissed.

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director

SEAL