#### STATE OF NEW MEXICO



## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

October 6, 1992

MERIDIAN OIL P.O. Box 4289 Farmington, New Mexico 87499

RE:

CASE NO. 10566

**ORDER NO. R-97384** 

Horene Davidson

Dear Sir:

Enclosed herewith are two copies of the each of the above-referenced Division order recently entered in the subject case.

Sincerely,

Florene Davidson

OC Staff Specialist

FD/sl

cc:

BLM - Farmington

OCD Aztec Office

# 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. 10566 ORDER NO. R-9738* 

APPLICATION OF MERIDIAN OIL, INC. FOR INFILL DRILLING AND AN UNORTHODOX COAL GAS WELL LOCATION, SAN JUAN COUNTY, NEW MEXICO

### ORDER OF THE DIVISION

#### **BY** THE DIVISION:

This cause came on for hearing at 8:15 a.m. on October 1, 1992, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>5th</u> day of October, 1992, 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, Meridian Oil, Inc., seeks an exception to Rule 4 of the Special Rules and Regulations for the Basin Fruitland Coal Gas Pool, as promulgated by Division Order No. R-8768, as amended, authorizing infill drilling in the Basin Fruitland Coal Gas Pool in the E/2 equivalent of Section 15, Township 30 North, Range 8 West, NMPM, San Juan County, New Mexico.
- (3) The applicant proposes to simultaneously dedicate coal gas production from its existing Howell "K" Well No. 300 located at a previously approved unorthodox coal gas well location 1990 feet from the South line and 1175 feet from the East line (Unit I) of said Section 15 and to a well to be drilled at an unorthodox coal gas well location 695 feet from the North line and 840 feet from the East line (Unit A) of Section 15. Lots 1 through 4 and the NE/4 (E/2 equivalent) of said Section 15, comprising 312.42 acres, is to be the designated spacing unit for both wells.

- (4) Prior to the hearing, the applicant requested this case be dismissed.
- (5) The applicant's request for dismissal should be granted.

## IT IS THEREFORE ORDERED THAT:

Case No. 10566 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

