STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

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

November 23, 1992

Tansey, Rosebrough, Gerding & Strother Attornys at Law P. O. Box 1020 Farmington, New Mexico 87499

RE: CASE NO. 10579

Order No. R-9785

Dear Sir:

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

Sincerely,

Sally-Luchtle

Administrative Secretary

FD/sl

cc:

BLM - Farmington

OCD - Aztec

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. 10579 ORDER NO. R-9785

APPLICATION OF SG INTERESTS I, LTD . FOR A NON-STANDARD GAS PRORATION UNIT AND FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on November 19, 1992, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>23rd</u> day of November, 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.
- The applicant, SG Interests I, Ltd., seeks an order pooling all mineral interests in the Basin-Fruitland Coal Gas Pool underlying Lots 4 and 10, the SE/4 SW/4 and SW/4 SE/4 (S/2 S/2 equivalent) of Section 19 and Lots 1, 5, 6 and 7, the W/2 NE/4 and E/2 NW/4 (N/2 equivalent) of Section 30, both in Township 29 North, Range 9 West, NMPM, San Juan County, New Mexico, forming a non-standard 407.56-acre gas spacing and proration unit. Said unit is to be dedicated to a well to be drilled at a standard coal gas well location in the NW/4 NE/4 (Unit B) of said Section 30.
 - (3) By letter dated November 6, 1992, the applicant requested this case be dismissed.
 - (4) The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10579 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