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. 14856 ORDER NO. R-13565

APPLICATION OF SM ENERGY COMPANY FOR DESIGNATION OF A NON-STANDARD OIL SPACING AND PRORATION UNIT AND FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on June 7, 2012, at Santa Fe, New Mexico, before Examiner William V. Jones.

NOW, on this 8th day of June, 2012, the Division Director, having considered the record and the recommendations of the Examiner,

FINDS THAT:

The applicant has requested its case be dismissed and the permit application be considered administratively.

IT IS THEREFORE ORDERED THAT:

Case No. 14856 is hereby dismissed without prejudice.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JAMI BAILEY Director