

**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. 12236
ORDER NO. R-11292**

**APPLICATION OF PRAIRIE SUN, INC. 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 September 2, 1999, October 21, 1999, and December 2, 1999 at Santa Fe, New Mexico, before Examiner Mark W. Ashley.

NOW, on this 6th day of December, 1999, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) The applicant, Prairie Sun, Inc. ("Prairie"), seeks an order pooling all uncommitted mineral interests from the top of the Wolfcamp formation to the base of the Morrow formation underlying the E/2 of Section 28, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico thereby forming a standard 320-acre stand-up gas spacing and proration unit for formations and/or pools developed on 320-acre spacing within that vertical extent, which presently include the Undesignated Laguna Salado-Atoka Gas Pool and the Laguna Grande-Morrow Gas Pool.

NOTE: After pooling, uncommitted working interest owners are referred to as "non-consenting working interest owners."

(3) This unit is to be dedicated to the applicant's existing Laguna Grande Well No. 1 (API NO. 30-015-21636) located 1380 feet from the South line and 990 feet from the East line (Unit I) of Section 28. This well is at a standard gas well location pursuant to Division Rule 104, as amended.