

CASE 13236: Application of Preston Exploration, L.L.C. for compulsory pooling, Eddy County New Mexico. Applicant seeks an order pooling all mineral interests in the Strawn formation, (Eagle Creek Strawn Gas Pool), Atoka and Morrow formations, (Eagle Creek East Atoka-Morrow Gas Pool) and the Pennsylvanian formation (Eagle Creek Permo-Pennsylvanian Gas Pool) underlying the N/2 of Section 29, Township 17 South, Range 26 East to form standard 320-acre gas spacing and proration units for any and all formations and/or pools developed on 320-acre spacing within that vertical extent. The units are to be dedicated to applicant's Roughneck Red 29 Com Well No. 1 to be located at a standard gas well location 1480 feet from the North line and 1980 feet from the West line of said Section 29. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are to be located approximately 8 miles southeast of Artesia, New Mexico.

CASE 13217: Continued from March 4, 2004, Examiner Hearing.

Application of Concho Resources Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 21, Township 21 South, Range 35 East, and in the following manner: The W/2 to form a standard 320-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated North Grama Ridge-Wolfcamp Gas Pool and Undesignated South Osudo-Morrow Gas Pool; the NW/4 to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within that vertical extent, including the Undesignated North San Simon-Yates Associated Pool and Undesignated South Osudo-Wolfcamp Pool; and the SW/4 NW/4 to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40 acre spacing within that vertical extent, including the Undesignated North San Simon-Yates Associated Pool. The units are to be dedicated to applicant's San Simon State Com. Well No. 2, to be located at an orthodox location in the SW/4 NW/4 of Section 21. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 7 miles southwest of Oil Center, New Mexico.

CASE 13237: Application of J. C. Well Service, Inc. for an order of the Division rescinding the approvals of C-104A Change of Operator forms issued by the District III office. Applicant seeks rescission of the approvals for Action Oil, Inc. for the following described wells located in San Juan County, New Mexico:

Well Name	API Number	Legal Description
KING KONG No. 020	3004509899	L-4-30N-17W
UTE MTN B No. 007	3004510056	5-31-31N-15W
UTE MTN B No. 004	3004510143	F-32-31N-15W
UTE MTN B No. 011	3004510145	F-31-31N-15W
UTE MTN B No. 008	3004510155	H-31-31N-15W
UTE MTN B No. 010	3004510240	N-29-31N-15W
UTE MTN B No. 002	3004510346	F-29-31N-15W
UTE MTN B No. 001	3004510380	B-29-31N-15W
KING KONG No. 001X	3004520209	L-4-30N-17W
KING KONG No. 005	3004520224	Z-4-30N-17W
CLARK KENT No. 001	3004520225	I-5-30N-17W
CLARK KENT No. 004	3004520254	I-5-30N-17W
KING KONG No. 008	3004520624	G-4-30N-17W
KING KONG No. 009	3004520806	G-4-30N-17W
KING KONG No. 014	3004521834	G-4-30N-17W
KING KONG No. 019	3004521840	J-4-30N-17W
KING KONG No. 015	3004521842	G-4-30N-17W
KING KONG No. 022	3004521867	G-4-30N-17W
UTE MTN B No. 016	3004524621	J-31-31N-15W
UTE MTN B No. 022	3004525224	M-29-31N-15W
UTE MTN B No. 021	3004525239	B-31-31N-15W
UTE MTN B No. 020	3004525240	G-31-31N-15W

The subject lands and wells are located approximately 6 miles north of Waterflow, New Mexico.