

CASE 13348: *Continued from October 7, 2004, Examiner Hearing*

Application of Marbob Energy Corporation for Compulsory Pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation in the following described spacing and proration units located in the S/2 of Section 12, Township 17 South, Range 31 East: the S/2 for all formations and/or pools developed on 320-acre spacing which includes but is not limited to the Undesignated Fren-Morrow Gas Pool; the SW/4 for all formations and/or pools developed on 160-acre spacing; and the NE/4 SW/4 for all formations and/or pools developed on 40-acre spacing which includes but is not necessarily limited to the Undesignated Grayburg-Jackson (Seven Rivers-Queen-Grayburg-San Andres) Pool and the Undesignated East Fren-Paddock Pool. Said units are to be dedicated to its Knockabout Federal Well No. 1 to be drilled at a standard gas well location 1830 feet from the South line and 1980 feet from the West line (Unit K) of said Section 12. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Hudson Oil Company of Texas as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 3 miles East of Maljamar, New Mexico.

CASE 13366: *Application of EOG Resources, Inc. for Compulsory Pooling and Horizontal Drilling, Eddy County, New Mexico.* Applicant seeks an order pooling all mineral interests in the Abo and Wolfcamp formations in the W/2 of Section 22, Township 17 South, Range 24 East, to form a 320-acre project area for a horizontal well. Said unit is to be dedicated to its Nile 22 State Com Well No. 1H to be horizontally drilled from a surface location 660 feet from the South line and 1880 feet from the West line to a depth of 5200 feet and then in a north northwesterly direction for approximately 4022 feet in the upper Wolfcamp formation to a bottomhole location 760 feet from the North and West lines of said Section 22. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of EOG Resources, Inc. as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 8 miles west of Artesia, New Mexico.

CASE 13367: *Application of Bass Enterprises Production Co. for an order Authorizing the Drilling of a Well in the Potash Area, Eddy County, New Mexico.* Applicant seeks an order approving the drilling of its proposed James Ranch Unit Well No. 93 within the Potash Area at a location 660 feet from the North and East lines (Unit A) of Section 7, Township 23 South, Range 31 East. This well will be drilled to an approximate depth of 14,800 feet to test all formations from the surface to the base of the Morrow formation, Los Medanos-Morrow Gas Pool and will be at a standard location in all formations. Said location is within the Potash Area and approximately 10 miles east of Carlsbad, New Mexico.

CASE 13368: *Application of Devon Energy Production Company, L.P. for an order Authorizing the Drilling of a Well in the Potash Area, Eddy County, New Mexico.* Applicant seeks an order approving the drilling of its proposed Apache 24 Fee Well No. 6 within the Potash Area at a location 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 24, Township 22 South, Range 30 East. This well will be drilled to an approximate depth of 7,900 feet to test all formations from the surface to the base of the Delaware formation, Southeast Quadada Ridge-Delaware Pool and will be at a standard location in all formations. Said location is within the Potash Area and located approximately 8 miles east of Carlsbad, New Mexico.

CASE 13369: *Application of Devon Energy Production Company, L.P. for Approval of an Unorthodox Well Location, Directional Drilling and Authorization to Drill a Well in the Potash Area, Eddy County, New Mexico.* Applicant seeks an order approving the directional drilling of its proposed Apache 24 Fee Well No. 7 within the Potash Area from an unorthodox surface location 1460 feet from the North line and 1150 feet from the West line to a standard bottomhole location in the Delaware formation, at a point 598 feet from the North line and 2059 feet from the West line (Unit C) of Section 24, Township 22 South, Range 30 East. This well will be drilled to an approximate depth of 7,850 feet to test the Delaware formation, Southeast Quahada Ridge-Delaware Pool. Said location is within the Potash Area and located approximately 8 miles east of Carlsbad, New Mexico.

CASE 13372: *Application of Devon Energy Production Company, L.P. for Approval of an Unorthodox Well Location and Authorization to Drill a Well in the Potash Area, Eddy County, New Mexico.* Applicant seeks an order approving the drilling of its proposed Apache 24 Fee Well No. 7A within the Potash Area at an unorthodox well location 1460 feet from the North line and 1150 feet from the West line (Unit E) of Section 24, Township 22 South, Range 30 East. This well will be drilled to an approximate depth of 15,500 to as a wildcat well to test the Devonian formation. Said location is within the Potash Area and located approximately 8 miles east of Carlsbad, New Mexico.