

CASE 13429: *Continued from February 17, 2005, Examiner Hearing*

Application of OGX Resources LLC 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 underlying the E/2 of Section 20, Township 24 South, Range 28 East, to form a standard 320-acre gas spacing and proration unit for any and all formations or pools developed on 320-acre spacing within that vertical extent, including the Undesignated Willow Lake-Atoka Gas Pool, Undesignated West Malaga-Atoka Gas Pool, and Undesignated West Malaga-Morrow Gas Pool. The unit is to be dedicated to the New Man Fed. Com. Well No. 1, to be located at an orthodox well location in the SE/4 SE/4 of Section 20. 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 unit is located approximately 2½ miles southwest of Malaga, New Mexico.

CASE 13400: *Continued from February 17, 2005, Examiner Hearing.*

Application of Platinum Exploration, Inc. to abolish the special rules and regulations for the South Knowles-Devonian Pool, Lea County, New Mexico. Applicant seeks an order abolishing the special rules and regulations for the South Knowles-Devonian Pool, and instituting statewide well spacing and location regulations for the pool. The pool rules currently provide for 80-acre spacing, and wells to be within 150 feet of the center of a quarter-quarter section. The pool covers all or parts of Sections 12, 13, and 24, Township 17 South, Range 38 East, and Sections 7, 18, and 19, Township 17 South, Range 39 East. The pool is centered approximately 2 miles east-northeast of Knowles, New Mexico.

CASE 13401: *Continued from February 17, 2005, Examiner Hearing.*

Application of Platinum Exploration, Inc. to abolish the special rules and regulations for the Knowles (Devonian) Pool, Lea County, New Mexico. Applicant seeks an order abolishing the special rules and regulations for the Knowles (Devonian) Pool, and instituting statewide well spacing and location regulations for the pool. The pool rules currently provide for 80-acre spacing, wells to be in either the northwest or southeast quarter-quarter section within a quarter section, and wells to be within 150 feet of the center of such quarter-quarter section. The pool covers all or parts of Sections 34 and 35, Township 16 South, Range 38 East, and Sections 2 and 3, Township 17 South, Range 38 East. The pool is centered approximately 3 miles north-northeast of Knowles, New Mexico.

CASE 13451: *Application of the Division through the Director of the New Mexico Underground Injection Control Program to revoke Division Administrative Permit SWD-966, Eddy County, New Mexico.* Applicant seeks approval to revoke the permit granted January 20, 2005, to Lynx Petroleum Consultants, Inc. for the Jones Federal "B" Well No. 3 (API No. 30-015-10394) located 660 feet from the South line and 660 feet from the East line, Unit P, Section 23, Township 19 South, Range 31 East, to dispose of produced water into the Yates and Seven Rivers formations through perforations from 2,370 feet to 2,720 feet. This well is located southeast of Loco Hills, New Mexico.

CASE 13274: *Continued from February 17, 2005, Examiner Hearing*

Application of Arch Petroleum Inc. and Westbrook Oil Corporation for Approval of Two Non-Standard Gas Spacing and Proration Units in the Jalmat Gas Pool, Lea County, New Mexico. Applicants seek approval of (i) a non-standard gas spacing and proration unit comprised of the SW/4 of Section 20, Township 23 South, Range 37 East, to be dedicated in the Jalmat Gas Pool to the Steeler "A" Well No. 1, located in the NW/4 SW/4 of the section, and (ii) a non-standard gas spacing and proration unit comprised of the SE/4 of Section 20 in said township and range, to be dedicated in the Jalmat Gas Pool to the Resler "B" Well No. 1, located in the NW/4 SE/4 of the section. The units are located approximately 10½ miles south-southwest of Eunice, New Mexico.

CASE 13452: *In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Lea County, New Mexico.*

(a) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Strawn production and designated as the Northwest Big Dog-Strawn Pool (Pool Code 97392). The discovery well is the David H. Arrington Oil and Gas Inc. Steves Hopper 25 Well No. 1 (API No. 30-025-36080) located in Unit I of Section 25, Township 15 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM
Section 25: SE/4

(b) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the East Caudill-Atoka Gas Pool (Pool Code 97395). The discovery well is the Chesapeake Operating Inc. Sinclair State Well No. 1 (API No. 30-025-20476) located in Unit B of Section 11, Township 15 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 36 EAST, NMPM

Section 11: E/2

(c) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Corbin-Wolfcamp Pool (Pool Code 97412). The discovery well is the ConocoPhillips Company KG 35 State Com. Well No. 1 (API No. 30-025-36370) located in Unit I of Section 35, Township 17 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM

Section 35: SE/4

(d) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the West Eight Mile Draw-Atoka Gas Pool (Pool Code 97379). The discovery well is the Yates Petroleum Corporation Kris State Unit Well No. 2 (API No. 30-025-36564) located in Unit P of Section 29, Township 11 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM

Section 29: E/2

(e) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the West Grama Ridge-Wolfcamp Pool (Pool Code 97393). The discovery well is the BTA Oil Producers Burgundy 20005 JV-P Well No. 1 (API No. 30-025-35178) located in Unit E of Section 35, Township 21 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM

Section 35: NW/4

(f) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the West Leamex-Morrow Gas Pool (Pool Code 97387). The discovery well is the Patterson Petroleum LP. J F Cooper 19 State Well No. 1 (API No. 30-025-36597) located in Unit D of Section 19, Township 17 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM

Section 19: N/2

(g) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Paddock production and designated as the East Maljamar-Paddock Pool (Pool Code 97417). The discovery well is the Patterson Petroleum LP. Paddy 13 State Well No. 1 (API No. 30-025-36843) located in Unit P of Section 13, Township 17 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM

Section 13: SE/4

(h) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Strawn production and designated as the South Osudo-Strawn Gas Pool (Pool Code 97396). The discovery well is the Chevron U S A Inc. Bell 16 State Com. Well No. 1 (API No. 30-025-36510) located in Unit N of Section 16, Township 21 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM

Section 16: W/2

(i) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the North Rock Lake-Atoka Gas Pool (Pool Code 97408). The discovery well is the Pure Resources LP. Cochise 15 State Well No. 1 (API No. 30-025-36703) located in Unit D of Section 15, Township 22 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 35 EAST, NMPM

Section 15: W/2

(j) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Southeast Rock Lake-Wolfcamp Pool (Pool Code 96851). The discovery well is the Devon Energy Production Company LP. Flintstone Federal Well No. 1 (API No. 30-025-34253) located in Unit F of Section 24, Township 23 South, Range 35 East, NMPM. Said pool would comprise.

TOWNSHIP 23 SOUTH, RANGE 35 EAST, NMPM

Section 24: NW/4

(k) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Abo production and designated as the Southwest Saunders-Abo Pool (Pool Code 97388). The discovery well is the Yates Petroleum Corporation Woodpecker SY State Well No. 4 (API No. 30-025-27942) located in Unit C of Section 21, Township 14 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 33 EAST, NMPM

Section 21: NW/4

(l) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Mississippian production and designated as the Northeast Shoe Bar-Mississippian Gas Pool (Pool Code 97401). The discovery well is the Stanolind Operating Corporation Berry Hobbs Unit 17 Well No. 1 (API No. 30-025-36657) located in Unit J of Section 17, Township 16 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM

Section 17: E/2

(m) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Atoka production and designated as the Stallion-Atoka Pool (Pool Code 97409). The discovery well is the Fagadau Energy Corporation Lowe Federal Well No. 1 (API No. 30-025-29647) located in Unit D of Section 7, Township 13 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 38 EAST, NMPM

Section 7: NW/4

(n) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Strawn production and designated as the East Triste Draw-Strawn Gas Pool (Pool Code 97384). The discovery well is the Latigo Petroleum Inc. Copperhead 18 State Well No. 1 (API No. 30-025-36489) located in Unit P of Section 18, Township 24 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM

Section 18: E/2

(o) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Mississippian production and designated as the South Vacuum-Mississippian Pool (Pool Code 97411). The discovery well is the Paladin Energy Corporation South Vacuum Unit Well No. 261 (API No. 30-025-03134) located in Unit M of Section 26, Township 18 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM

Section 26: SW/4

Section 27: SE/4

(p) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Austin production and designated as the X-4 Ranch-Austin Gas Pool (Pool Code 97407). The discovery well is the Yates Petroleum Corporation Tubbs State Unit Well No. 1 (API No. 30-025-22509) located in Unit G of Section 16, Township 10 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

Section 16: E/2

(q) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the West X-4 Ranch-Morrow Gas Pool (Pool Code 97382). The discovery well is the Yates Petroleum Corporation Cash State Unit Well No. 2 (API No. 30-025-36622) located in Unit F of Section 18, Township 10 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM

Section 7: S/2

Section 18: W/2

(r) EXTEND the Northeast Bell Lake-Devonian Gas Pool (Pool Code 97328) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM

Section 33: N/2

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM

Section 4: S/2

Section 9: N/2

(s) EXTEND the Mid Bell Lake-Morrow Gas Pool (Pool Code 72000) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM

Section 19: SE/4

(t) EXTEND the Bootleg Ridge-Morrow Gas Pool (Pool Code 72650) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM

Section 8: NE/4

Section 9: N/2

(u) EXTEND the Corbin-Bone Spring Pool (Pool Code 13155) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM

Section 31: E/2

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 6: NE/4

(v) EXTEND the South Corbin-Bone Spring Pool (Pool Code 13160) in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 21: NW/4

(w) EXTEND the D-K-Abo Pool (Pool Code 15200) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM

Section 19: N/2

- (x) EXTEND the North Eidson-Morrow Gas Pool (Pool Code 76360) in Lea County, New Mexico to include:

TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM

Section 12: W/2

Section 26: SE/4

- (y) EXTEND the Northwest Eight Mile Draw-Morrow Gas Pool (Pool Code 97190) in Lea County, New Mexico to include:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM

Section 15: N/2

Section 17: SE/4 and N/2

Section 20: S/2

- (z) EXTEND the Eight Mile Draw-Permo Upper Pennsylvanian Pool (Pool Code 21480) in Lea County, New Mexico to include:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM

Section 13: E/2

Section 24: NE/4

- (aa) EXTEND the Southwest Eunice-San Andres Pool (Pool Code 24180) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM

Section 9: SW/4

- (bb) EXTEND the North Four Lakes-Atoka Gas Pool (Pool Code 76880) in Lea County, New Mexico to include:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM

Section 13: SE/4

Section 24: N/2

TOWNSHIP 11 SOUTH, RANGE 35 EAST, NMPM

Section 18: W/2

- (cc) EXTEND the Four Lakes-Morrow Gas Pool (Pool Code 97082) in Lea County, New Mexico to include:

TOWNSHIP 12 SOUTH, RANGE 35 EAST, NMPM

Section 6: NW/4

- (dd) EXTEND the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres Pool (Pool Code 28509) in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM

Section 19: NW/4

- (ee) EXTEND the Southeast Greenwood-Morrow Gas Pool (Pool Code 97224) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 32 EAST, NMPM

Section 6: W/2

- (ff) EXTEND the Hat Mesa-Morrow Gas Pool (Pool Code 78240) in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 33 EAST, NMPM

Section 6: Lots 9, 10, 11, 12, 13, 14, 15 and 16

- (gg) EXTEND the House-Blinebry Pool (Pool Code 33230) in Lea County, New Mexico to include:
TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 2: NW/4
- (hh) EXTEND the House-Tubb Pool (Pool Code 78760) in Lea County, New Mexico to include:
TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM
Section 12: SW/4
- (ii) EXTEND the Southeast Lane-Abo Pool (Pool Code 36676) in Lea County, New Mexico to include:
TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM
Section 15: NE/4
- (jj) EXTEND the North Lusk-Bone Spring Pool (Pool Code 41450) in Lea County, New Mexico to include:
TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 32: SW/4
- (kk) EXTEND the North Lusk-Wolfcamp Pool (Pool Code 41608) in Lea County, New Mexico to include:
TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 28: SW/4
Section 33: NW/4
- (ll) EXTEND the North Mescalero-Cisco Pool (Pool Code 45750) in Lea County, New Mexico to include:
TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM
Section 12: NW/4
- (mm) EXTEND the Monument-Tubb Pool (Pool Code 47090) in Lea County, New Mexico to include:
TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 8: NW/4
- (nn) EXTEND the Nadine-Blinebry Pool (Pool Code 47395) in Lea County, New Mexico to include:
TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM
Section 32: SE/4
Section 33: SW/4 and N/2
- (oo) EXTEND the Nadine-Drinkard-Abo Pool (Pool Code 47510) in Lea County, New Mexico to include:
TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM
Section 32: SE/4
Section 33: SW/4
- (pp) EXTEND the South Osudo-Morrow Gas Pool (Pool Code 82200) in Lea County, New Mexico to include:
TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM
Section 3: SW/4 and Lots 11, 12, 13 and 14
Section 21: W/2

- (qq) EXTEND the Paddock Pool (Pool Code 49210) in Lea County, New Mexico to include:
- TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 15: SW/4
Section 16: SE/4
- (rr) EXTEND the Querecho Plains-Lower Bone Spring Pool (Pool Code 50510) in Lea County, New Mexico to include:
- TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 22: SW/4
Section 27: NW/4
- (ss) EXTEND the Red Hills-Bone Spring Pool (Pool Code 51020) in Lea County, New Mexico to include:
- TOWNSHIP 25 SOUTH, RANGE 33 EAST, NMPM
Section 24: NE/4
- TOWNSHIP 25 SOUTH, RANGE 34 EAST, NMPM
Section 6: NW/4
Section 19: NW/4
- (tt) EXTEND the West Red Tank-Delaware Pool (Pool Code 51689) in Lea County, New Mexico to include:
- TOWNSHIP 23 SOUTH, RANGE 33 EAST, NMPM
Section 6: N/2
- (uu) EXTEND the Sand Springs-Mississippian Gas Pool (Pool Code 97125) in Lea County, New Mexico to include:
- TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM
Section 34: W/2
- TOWNSHIP 11 SOUTH, RANGE 35 EAST, NMPM
Section 7: W/2
- (vv) EXTEND the South Saunders-Permo Upper Pennsylvanian Pool (Pool Code 55100) in Lea County, New Mexico to include:
- TOWNSHIP 15 SOUTH, RANGE 33 EAST, NMPM
Section 20: NW/4
- (ww) EXTEND the North Shoe Bar-Wolfcamp Pool (Pool Code 56295) in Lea County, New Mexico to include:
- TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM
Section 16: NW/4
- (xx) EXTEND the Skaggs-Drinkard Pool (Pool Code 57000) in Lea County, New Mexico to include:
- TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 1: NW/4
- (yy) EXTEND the East Tamano-Delaware Pool (Pool Code 97356) in Lea County, New Mexico to include:
- TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM
Section 35: N/2

(zz) EXTEND the Tonto-Seven Rivers Pool (Pool Code 59470) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 9: SE/4

(aaa) EXTEND the Townsend-Permo Upper Pennsylvanian Pool (Pool Code 59847) in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM
Section 11: SW/4
Section 15: NE/4

(bbb) EXTEND the Trinity-Wolfcamp Pool (Pool Code 59890) in Lea County, New Mexico to include:

TOWNSHIP 12 SOUTH, RANGE 38 EAST, NMPM
Section 22: NW/4

(ccc) EXTEND the Triple X-Delaware Pool (Pool Code 59920) in Lea County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM
Section 6: NW/4

(ddd) EXTEND the West Triste Draw-Delaware Pool (Pool Code 59945) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM
Section 29: NW/4

(eee) EXTEND the West Vacuum-Bone Spring Pool (Pool Code 61910) in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM
Section 9: SE/4

(fff) EXTEND the Vacuum-Morrow Gas Pool (Pool Code 86840) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 28: S/2

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM
Section 5: W/2
Section 8: N/2

(ggg) EXTEND the Wantz-Abo Pool (Pool Code 62700) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 11: NE/4

(hhh) EXTEND the East Warren-Tubb Pool (Pool Code 87085) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM
Section 18: SE/4

(iii) EXTEND the North Young-Bone Spring Pool (Pool Code 65350) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM
Section 35: E/2

(ij) EXTEND the Young-San Andres Pool (Pool Code 65550) in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM

Section 29: NW/4

Section 30: SW/4 and N/2

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.