

3. CASE 14554 (Re-opened)(Continued and re-advertised)

Application of Mewbourne Oil Company to re-open Case No. 14554 to make the special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool permanent, and to expand the pool, Eddy County, New Mexico. Division Order No. R-13350 (i) abolished the Seven Rivers-Yeso Pool and the Cemetery-Yeso Pool, and (ii) expanded the North Seven Rivers Glorieta-Yeso Pool to include the acreage in the abolished pools and additional acreage, so that it comprised the following lands:

Township 19 South, Range 24 East, NMPM

Section 36: SE/4

Township 19 South, Range 25 East, NMPM

Section 15: SW/4

Section 16: NE/4

Section 22: All

Section 23: S/2

Section 24: W/2

Section 26: W/2

Section 27: All

Section 31: SW/4

Section 34: All

Section 35: All

Section 36: NW/4

Township 20 South, Range 25 East, NMPM

Section 2: W/2

Section 3: All

Section 4: S/2

Section 5: S/2

Section 7: NE/4

Section 9: All

Section 10: All

Section 11: SE/4

Section 14: W/2

Section 15: All

Section 22: NW/4

The order also approved special pool rules and regulations for the expanded North Seven Rivers Glorieta-Yeso Pool providing for a special depth bracket allowable of 240 barrels of oil per day for a standard 40 acre spacing unit. Applicant requests that the special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool be made permanent effective retroactive to January 18, 2012.

In addition, applicant requests that the pool be expanded to include the following acreage:

Township 19 South, Range 25 East, NMPM

Section 13: All

Section 16: S/2

Section 20: S/2

Section 21: NE/4 and S/2

Section 24: E/2

Section 25: All

Section 26: E/2

Section 28: SE/4

Section 31: SE/4

Section 32: SW/4

Section 33: N/2

Section 36: SW/4

Township 19 South, Range 26 East, NMPM

Section 18: SW/4
Section 19: NW/4
Section 30: W/2

Township 20 South, Range 24 East, NMPM

Section 1: N/2

Township 20 South, Range 25 East, NMPM

Section 1: W/2
Section 2: E/2
Section 4: N/2
Section 5: N/2
Section 8: N/2
Section 11: SW/4
Section 16: All
Section 17: E/2
Section 20: S/2
Section 21: All
Section 29: NE/4

The North Seven Rivers Glorieta-Yeso Pool is centered approximately 3 miles west-northwest of Seven Rivers, New Mexico.

4. **CASE 14883:** (Continued from the August 9, 2012 Examiner Hearing.)
Application of Nadel and Gussman Permian, L.L.C. for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Glorieta-Yeso formation comprised of the E/2 W/2 of Section 24, Township 18 South, Range 26 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Glorieta-Yeso formation underlying the non-standard spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the Super Chief Well No. 1, a horizontal well with a surface location in the SE/4 SW/4, and a terminus in the NE/4 NW/4, of Section 24. 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 4-1/2 miles southeast of Atoka, New Mexico.
5. **CASE 14900:** ***Application of Cimarex Energy Co. of Colorado for compulsory pooling, Eddy County, New Mexico.*** Applicant seeks an order pooling all mineral interests from the surface to the base of the Glorieta-Yeso formation underlying the following described acreage in Section 1, Township 19 South, Range 25 East, NMPM:
- (a) The NE/4 SW/4 of Section 1 to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Louisiana 1 Fee Well No. 1, to be drilled at an orthodox location.
 - (b) The NW/4 SE/4 of Section 1 to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Louisiana 1 Fee Well No. 2, to be drilled at an orthodox location.
 - (c) The SE/4 SW/4 of Section 1 to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Louisiana 1 Fee Well No. 5, to be drilled at an orthodox location.
 - (d) The SW/4 SE/4 of Section 1 to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Louisiana 1 Fee Well No. 6, to be drilled at an orthodox location.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The units are located approximately 6 miles south-southwest of Atoka, New Mexico.