

30. **CASE 14064:** *Application of Purvis Operating Co. for compulsory pooling, Lea County, New Mexico.* Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian formation underlying the following described acreage in Section 7, Township 15 South, Range 35 East, NMPM, and in the following manner: The E/2 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 North Morton-Atoka Gas Pool, Undesignated East Morton-Morrow Gas Pool, and Undesignated Morton-Mississippian Pool; the NE/4 to form a standard 160-acre gas spacing and proration unit for any and all formations or pools developed on 160-acre spacing within that vertical extent; and the NE/4 NE/4 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 units are to be dedicated to the proposed Antelope Well No. 1, to be drilled at an orthodox gas well location in the NE/4 NE/4 of Section 7. 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 8 miles northwest of Lovington, New Mexico.
31. **CASE 13960:** *Reopened (Continued from the December 13, 2007 Examiner Hearing.)*
Application of Parallel Petroleum Corporation for compulsory pooling, Chaves County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the S/2 of Section 9, Township 15 South, Range 25 East, NMPM, to form a standard 320-acre gas spacing and proration unit for all formations developed on 320 acre spacing within that vertical extent, including the Undesignated Walnut Creek-Wolfcamp Gas Pool. The unit is to be dedicated to the proposed War Emblem 1525-9 Fed. Com. Well No. 1H, to be drilled at a surface location 1880 feet from the south line and 190 feet from the east line of Section 8, Township 15 South, Range 25 East, N.M.P.M., with a penetration point 1880 feet from the south line and 660 feet from the west line of Section 9 and a terminus 1880 feet from the south line and 660 feet from the east line of Section 9. 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 5 miles northwest of Lake Arthur, New Mexico.
32. **CASE 14065:** *This Case will be dismissed.*
Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the W/2 NE/4 of Section 13, Township 15 South, Range 37 East, NMPM, to form a non-standard 80-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Denton-Wolfcamp Pool, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Missouri Unit 13 Fee Well No. 5, a horizontal well to be drilled at a surface location 430 feet from the North line and 2150 feet from the East line of Section 13, with a terminus 2310 feet from the North line and 2150 feet from the East line of Section 13. 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 5-1/2 miles southeast of Prairieview, New Mexico.
33. **CASE 13942:** *(Continued from the November 29, 2007 Examiner Hearing.)*
Application of Encore Acquisition Company for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests in the Morrow formation underlying the N/2 of Section 22, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico. Applicant proposes to drill its Encore 22 State Com. Well No. 1 to be located at a standard gas well location 1730 feet from the North line and 1000 feet from the East line of said Section 22. Applicant seeks to dedicate the N/2 of Section 22 to the well 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 Morrow formation. 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 the applicant as operator of the well and a charge for risk involved in drilling said well. The subject lands are located approximately 3 miles east of Buckeye, New Mexico.
34. **CASE 13940:** *(Continued from the November 29, 2007 Examiner Hearing.)*
Application of Yates Petroleum Corporation, Yates Drilling Company, Abo Petroleum Corporation and

MYCO Industries, Inc. for an order directing Pride Energy Company to plug and abandon the State "X" Well No. 1, Lea County, New Mexico. Applicants seek an order directing Pride Energy Company to plug and abandon the State "X" Well No. 1 (API No. 30-025-01838) located 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 12, Township 12 South, Range 34 East, NMPM, Lea County, New Mexico. Said well and spacing unit are located approximately 12 miles west-northwest of Tatum, New Mexico.

35. **CASE 14026:** (Continued from the December 13, 2007 Examiner Hearing.)

Application of Marbob Energy Corporation for an order authorizing the drilling of a well in the Potash Area, Lea County, New Mexico. Applicant seeks an order approving the drilling of its proposed Magnum Pronto State Com Well No. 2 to test the Morrow Formation, Lusk-Morrow Gas Pool within the Potash Area at a location 1980 feet from the South and West lines (Unit K) of Section 32, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico. This well will be drilled to an approximate depth of 12,700 to test the Morrow formation. Said location is within the Potash Area and approximately 19 miles south southwest of Maljamar, New Mexico.

36. **Case 14039:** (Continued from the December 13, 2007 Examiner Hearing.)

Application of Bold Energy, LP for approval of a salt water disposal well, Lea County, New Mexico. Applicant seeks approval to re-enter the Antelope Ridge Unit Well No. 6 (API No. 30-025-26291) located 1980 feet from the North line and 1980 feet from the East line (Unit G) of Section 3, Township 24 South, Range 34 East, for the purpose of injecting salt water disposal fluids into the Delaware/Cherry Canyon formation interval from 5,222 feet to 6,290 feet.

37. **CASE 14066:** *In the matter of the hearing of the Oil Conservation Division for an order creating, abolishing, extending vertical and horizontal limits, and redesignating certain pools in Chaves and Lea Counties, New Mexico.*

- (a) CREATE a new pool in Lea County, New Mexico for the production of oil from the Bone Spring formation and designated as the Southwest Antelope Ridge-Bone Spring Pool (**Pool Code 97621**). The discovery well is the Chesapeake Operating Inc. Keller 34 State Well No. 2 (**API No. 30-025-37866**) located in Unit D of Section 34, Township 23 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 34: NW/4

- (b) CREATE a new pool in Lea County, New Mexico for the production of oil from the Delaware formation and designated as the Northeast Bell Lake-Delaware Pool (**Pool Code 97630**). The discovery well is the Devon Energy Corporation Rio Blanco 33 Federal Well No. 3 (**API No. 30-025-37860**) located in Unit K of Section 33, Township 22 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM
Section 33: SW/4

- (c) CREATE a new pool in Lea County, New Mexico for the production of gas from the Strawn formation and designated as the Double X-Strawn Gas Pool (**Pool Code 97026**). The discovery well is the Yates Petroleum Corporation Double ABJ State Well No. 1 (**API No. 30-025-30746**) located in Unit B of Section 16, Township 24 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 32 EAST, NMPM
Section 16: E/2

- (d) CREATE a new pool in Lea County, New Mexico for the production of oil from the Wolfcamp formation and designated as the Southwest Jabaline-Wolfcamp Pool (**Pool Code 96776**). The discovery well is the Great Western Drilling Company Madera 25 Federal Well No. 1 (**API No. 30-025-29808**) located in Unit J of Section 25, Township 26 South, Range 34 East, NMPM. Said pool