

CASE 13441: *Application of Lance Oil & Gas Company, Inc. to amend Division Order R-11788 to include subsequent operations and optional infill gas well provisions for compulsory pooling, San Juan County, New Mexico.* Applicant seeks to amend this compulsory pooling order to provide for subsequent operations and the inclusion of its Ropco "7" Well No. 4, (API#30-045-32788) to be located in Unit O, as a well subject to this compulsory pooling order that pooled all mineral interest in the Basin Fruitland Coal Gas Pool underlying the E/2 of Section 7, Township 29 North, Range 14 West, that formed a standard 320-acre gas spacing and proration unit for any production from the Basin Fruitland Coal Gas Pool and formed a standard 160-acre gas spacing and proration unit for any production from the Pictured Cliffs formation, including but not limited to the Twin Mounds Fruitland Sand Pictured Cliffs Gas Pool. These units are to be currently dedicated its Ropco "7" Well No. 1 that was drilled at a standard location in Unit G of this section for downhole commingled production from the Basin Fruitland Coal Gas Pool and the Twin Mounds Fruitland Sand Pictured Cliffs Gas Pool. The applicant also seeks to include provisions for subsequent operations and procedures for an optional "infill" coalbed-gas well. Also to be considered will be the costs of drilling and completion this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a 200% charge for risk involved in this well. This unit is located approximately 1/2 miles Southeast from Kirtland, New Mexico.

CASE 13442: *Application of Lance Oil & Gas Company, Inc. for compulsory pooling, San Juan County, New Mexico.* Applicant seeks an order pooling all mineral interests to the Pictured Cliffs formation underlying the SE/4 of Section 7, Township 29 North, Range 14 West, forming a standard 160-acre gas spacing and proration unit for any production from the Pictured Cliffs formation, including but not limited to the Twin Mounds Fruitland Sand Pictured Cliffs Gas Pool. This unit is to be dedicated to its ROPCO "7" Well No. 4 (API# 30-045-32788) to be drilled at a standard location in Unit O of this section for production from the Twin Mounds Fruitland Sand Pictured Cliffs Gas Pool. Also to be considered will be the costs of drilling and completing this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a 200% charge for risk involved in this well. This unit is located approximately 1/2 miles Southeast from Kirtland, New Mexico.

CASE 13413: *Continued from February 17, 2005, Examiner Hearing*
Application of the New Mexico Oil Conservation Division for a Compliance Order Against Advanced Exploration Inc.
The Applicant seeks an order requiring Advanced Exploration Inc. to bring one well into compliance with 19.15.4.201 NMAC by a date certain and, in the event of non-compliance, assessing a civil penalty, authorizing the Division to plug said well and forfeit the applicable plugging security, and for such other relief as the Director deems appropriate. The affected well is the War Deck #001, API 30-025-30626, Unit Letter B, Section 33, Township 21S, Range 35E located approximately 10 miles west of Eunice in Lea County, New Mexico.

CASE 13443: *In the matter of the hearing called by the Oil Conservation Division for an order creating, extending and contracting certain pools in Chaves and Eddy Counties, New Mexico.*

(a) CREATE a new pool in Chaves County, New Mexico classified as an oil pool for Siluro-Devonian production and designated as the Lloyd's Canyon-Siluro-Devonian Pool (Pool Code 97420). The discovery well is the Yates Petroleum Corporation Boffin State Unit Well No. 1 (API No. 30-005-63684) located in Unit J of Section 16, Township 9 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 27 EAST, NMPM

Section 16: SE/4

(b) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Pennsylvanian production and designated as the Lost Lake-Pennsylvanian Gas Pool (Pool Code 97419). The discovery well is the Yates Petroleum Corporation Selden "BDN" Com. Well No. 1 (API No. 30-005-63600) located in Unit H of Section 35, Township 9 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 24 EAST, NMPM

Section 35: N/2