3. <u>CASE 15007</u>: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of Section 23, Township 26 South, Range 27 East, NMPM, to form a standard 320 acre gas spacing and proration unit for all pools or formations developed on 320 acre spacing within that vertical extent. The unit is to be dedicated to the Owl Draw 23 DM Fed. Com. Well No. 1, a horizontal well with a surface location in the SW/4 SW/4 of adjoining Section 14, and a terminus 330 feet from the south line and 660 feet from the west line of Section 23. 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 13 miles south-southeast of Black River Village, New Mexico.

**CASE 14991:** (Continued from the May 30, 2013 Examiner Hearing.)

Application of Mewbourne Company to abolish the Special Rules and Regulations for the South Culebra Bluff-Bone Spring Pool, Eddy County, New Mexico. The South Culebra Bluff-Bone Spring Pool was created by Division Order R-6139, and currently includes the following acreage:

Township 22 South,	Range 28 East, N.M.P.M.
Section 34:	S/2
Section 35:	W/2

Township 23 South, Range 28 East, N.M.P.M.

Section 2:	All	
Section 11:	All	
Sections 13-16:	All	
Section 21:	NE/4	
Section 22:	NE/4	
Sections 23-27:	All	
Section 28:	E/2	

Township 23 South, Range 29 East, N.M.P.M.Section 7:SW/4Section 18:NW/4

Division Order R-6139 also established Special Rules and Regulations for the South Culebra Bluff-Bone Spring Pool, providing for 80 acre spacing, wells to be located within 150 feet of the center of a quarter-quarter section or lot, and a depth bracket allowable of 222 barrels of oil per day. Applicant requests that the Special Rules and Regulations for the South Culebra Bluff-Bone Spring Pool be abolished, so that the pool will be governed by the Division's statewide rules, with the exception that existing 80 acre well units be grandfathered in. The South Culebra Bluff-Bone Spring Pool is centered approximately 3 miles northeast of Loving, New Mexico.

**CASE 15008:** Application of CML Exploration, LLC for a nonstandard oil spacing and proration unit, unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit comprised of the E/2 SW/4 of Section 8, Township 10 South, Range 38 East, N.M.P.M., Lea County, New Mexico, approving an unorthodox oil well location, and pooling all mineral interests from the surface to the base of the Devonian formation underlying the non-standard unit. Applicant proposes to drill the Harris Well No. 1 at an unorthodox location 1357 feet from the south line and 1565 feet from the west line of Section 8, to a depth sufficient to test the Devonian formation, and will dedicate the E/2 SW/4 of Section 8 to the well. 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 approximately15-1/2 miles east-southeast of Crossroads, New Mexico.

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