

Examiner Hearing – March 31, 2016

Docket No. 12-16

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Eddy County, New Mexico

Applicant proposes to reconfigure the well at the above location and utilize it for injection of produced water at depths of 2,780' to 4,900' subsurface. The well is located approximately 5.5 miles Southeast of Loving, New Mexico.

15. Case No. 15448: *(Continued from the March 17, 2016 Examiner Hearing.)*

Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2 S/2 of Section 28, Township 18 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the N/2 S/2 of Section 28 for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the **Pavo Frio 28 B2LI Fed. Com. Well No. 1H**, a horizontal well with a surface location in the NW/4 SW/4, and a terminus in the NE/4 SE/4, of Section 28. 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 9 miles southwest of Loco Hills, New Mexico.

16. Case No. 15449: *(Continued from the March 17, 2016 Examiner Hearing.)*

Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 S/2 of Section 28, Township 18 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 S/2 of Section 28 for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the **Pavo Frio 28 B2MP Fed. Com. Well No. 1H**, a horizontal well with a surface location in the SW/4 SW/4, and a terminus in the SE/4 SE/4, of Section 28. 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 9-1/2 miles southwest of Loco Hills, New Mexico.

17. Case No. 15473: *Application of BTA Oil Producers, LLC for an Order Directing Cimarex Energy Company to Shut-In Its Over-Produced Oil Wells in the Berry; Bone Spring North Pool, Assessing Production Penalties for the Over-Production, and Ordering Compliance with the Division's Oil Proration Rules for the Berry; Bone Spring, North Pool, Lea County, New Mexico.*

Applicant in the above-styled cause seeks an order (1) directing Cimarex Energy Company of Colorado ("Cimarex") to shut-in its over-produced oil wells completed in the Berry; Bone Spring, North Pool underlying the S/2 S/2 of Section 30, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico; (2) assessing production penalties to curtail future over-production and to compensate for all past over-production from said wells; and (3) directing Cimarex to comply with the Division's oil proration rules for the Berry; Bone Spring North Pool and NMRA 19.15.20.9-12. Said wells are located approximately 16 miles southwest of Monument, New Mexico.

18. Case No. 15456: *(Continued from the March 17, 2016 Examiner Hearing.)*

Application of Matador Production Company for a non-standard location, Eddy County, New Mexico. Applicant seeks an order from the Division approving an unorthodox well location for its **Tiger 14-24S-28E RB #203H well located in the S/2 of Section 14, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.** The Tiger 14-24S-28E RB #203H will be horizontally drilled to produce from the Culebra Bluff, Wolfcamp, South (Gas) pool (Pool Code 75750). The producing area for this well will be unorthodox, located less than 660 feet from the project area boundary. The first perforation point for this well will be located 1638 feet from the South line and 330 feet from the East line of Section 14, Township 24 South, Range 28 East; and the last perforation point will be located 2301 feet from the South line and 330 feet from the West line of Section 14. The **Tiger 14-24S-28E RB #203H well** is located approximately 6 miles southeast of Loving, New Mexico.

19. Case No. 15457: *(Continued from the March 17, 2016 Examiner Hearing.)*

Application of Matador Production Company for a non-standard location, Eddy County, New Mexico. Applicant seeks an order from the Division approving an unorthodox well location for its **Tiger 14-24S-28E RB #207H well located in the S/2 of Section 14, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.** The Tiger 14-24S-28E RB #207H will be horizontally drilled to produce from the Culebra Bluff, Wolfcamp, South (Gas) pool (Pool Code 75750). The producing area for this well will be unorthodox, located less than 660 feet from the project area boundary. The first perforation point for this well will be located 1650 feet from the South line and 330 feet from the East line of Section 14, Township 24 South, Range 28 East; and the last perforation point will be located 1650 feet from the South line and 330 feet from the West line of Section 14. The **Tiger 14-24S-28E RB #207H well** is located approximately 6 miles southeast of Loving, New Mexico.

20. Case No. 15458: *(Continued from the March 17, 2016 Examiner Hearing.)*

Application of Matador Production Company for a non-standard location, Eddy County, New Mexico. Applicant seeks an order from the Division approving an unorthodox well location for its **Tiger 14-24S-28E RB #223H well located in the S/2 of Section 14, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.** The Tiger 14-24S-28E RB #223H will be horizontally