

DOCKET: SPECIAL EXAMINER HEARING - WEDNESDAY- JUNE 15, 2016

9:00 A.M. - 1220 South St. Francis
Santa Fe, New Mexico

OCD Rule Subsection B of 19.15.4.13 NMAC requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued. A party who plans on using projection equipment at a hearing must contact Florene Davidson seven (7) business days prior to the hearing requesting the use of the projection equipment. Wireless internet is available; however, the party must provide its own laptop computer. The following case will be heard by an Examiner.

Case No. 15487: (Continued from the May 10, 2016 Special Examiner Hearing.)

Application of The Oil Conservation Division for Adoption of Special Pool Rules for Drilling New Wells in Certain Areas, for the Protection of Fresh Water, Chaves and Eddy Counties, New Mexico. The Division, by its Third Amended Application (Application) in this case, seeks an order establishing special casing and cementing requirements for the drilling of new wells in the Designated Area overlying the Raton Artesian Basin designated by the State Engineer. The wells affected by the Application are wells to be located in the Designated Area, as described in Exhibit "A" hereto. The pools, or common sources of supply, that may be affected by the granting of the application in this case are listed in Exhibit "B" attached hereto.

EXHIBIT A

T 5S R23E – Sec 31-36, T5S R24E, Sec 31-34

T6S R22E – Sec 1, 11-14, 23-26, 35-36, T6S R23E – All, T6S R24# Sec 4-9, 16-21,28-33

T 7S R21E - All, T 7S R22E - All, T7S R23E - All, T7S R24E - Sec 4-9, 16-21, 27-34

T 8S R21E - All, T 8S R22E - All, T8S R23E - All, T8S R24E - Sec 2-11, 13-36, T8S R25E - Sec 30 & 31

T 9S R21E - All, T 9S R22E - All, T9S R23E - All, T9S R24E – All, T9S R25E - Sec 6-8, 18-20, 29-33

T 10S R21E - All, T 10S R22E - All, T10S R23E - All, T10S R24E - All, T10S R25E Sec 4-10, 14-24, 26-35

T11S R21E - All, T11S R22E - All, T11S R23E - All, T11S R24E - All, T11S R25E - Sec 2-11, 14-23, 26-36

T12S R21E - All, T12S R21 ½ E – All, T12S R22E - All, T12S R23E - All, T12S R24E - All, T12 R25E - All,
T12S- R26E Sec 5-8, 16-20, 26-35

T13S R21E - All, T13S R22E - All, T13S R23E - All, T13S R24E - All, T13S R25E – All, T13S R26E - Sec 2-11,
14-23, 27-35

T14S R21E - All, T14S R22E - All, T14S R23E - All, T14S R24E - All, T14S R25E – All, T14S R26E - All

T15S R21E - All, T15S R22E - All, T15S R23E - All, T15S R24E - All, T15S R25E – All, T15S R26E Sec 1-11,
14-23, 27-33

T16S R21E - All, T16S R23E - All, T16S R24E - All, T16S R25E - All, T16S R26E – All, T16S R27E Sec 19 &
30

T17S R21E - All, T17S R23E - All, T17S R24E - All, T17S R25E - All, T17S R26E – All, T17S R27E Sec 5-8,
18, 19, 30, 31

T18S R20E – Sec24-25, 35-36, T18S R21E – All, T18S R23E - All, T18S R24E - All, T18S R25E - All T18S
R26E - All, T18S R27E - Sec 6,7, 18, 19, 30, 31

T19 ½ S R24E - All

T19S R23E - All, T19S R24E - All, T19S R25E - All T19S R26E - All, T19S R27E - Sec 5-8, 18,19

T19S R20E – Sec 1-3, 10-13, 23-24, T19S R21E – All, T20S R23E - All, T20S R24E - All, T20S R25E - All,
T20S R26E - Sec 1-12, 14-23, 28-32

T20.5S R22E - All, T20.5S R23E - All

T21S R22E – All, T21S R23E – All, T21S R24E – Sec 1-23, 25-34, T21S R25E – Sec 2-7

T22S R22E – Sec 1-5, 8-17, 20-29, 31-36, T22S R23E – Sec 1-35, T22S R224E – Sec 5-7

T23S R22E – 1-5, 7-12, T23S R23E, Sec 5-7

DESCRIPTIONS IN RED FONT INDICATE LANDS ADDED TO DESIGNATED AREA IN 3RD AMENDED
APPLICATION.

Exhibit B

96627	ANTELOPE SINK; ABO GAS	Gas (Non-prorated)
96639	ANTELOPE SINK; ABO, WEST GAS	Gas (Non-prorated)
96827	ANTELOPE SINK; ATOKA	Gas (Non-prorated)
97069	ANTELOPE SINK; STRAWN (G)	Gas (Non-prorated)
70460	ANTELOPE SINK; MORROW (GAS)	Gas (Non-prorated)
70480	ANTELOPE SINK; MORROW, NORTH (GAS)	Gas (Non-prorated)
70520	ANTELOPE SINK; UPPER PENN (GAS)	Gas (Non-prorated)
70680	ATOKA; CISCO, WEST (GAS)	Gas (Non-prorated)
3250	ATOKA; GLORIETA-YESO	Oil
3420	ATOKA; GRAYBURG	Oil
70760	ATOKA; MORROW, WEST (GAS)	Gas (Non-prorated)
70800	ATOKA; PENN	Gas (Non-prorated)
3610	ATOKA; SAN ANDRES	Oil
70820	ATOKA; UPPER PENN, WEST (GAS)	Gas (Non-prorated)
96506	BERRENDO; ABO (GAS)	Gas (Non-prorated)
72670	BORDER HILL; ABO (GAS)	Gas (Non-prorated)
96458	BOYD; STRAWN	Gas (Non-prorated)
7250	BOYD; CANYON	Oil
72800	BOYD; CISCO (GAS)	Gas (Non-prorated)
72840	BOYD; MORROW (GAS)	Gas (Non-prorated)
72850	BOYD; PERMO PENN (GAS)	Gas (Non-prorated)
97127	BUZZARD CANYON; WOLFCAMP (G)	Gas (Non-prorated)
96478	CANYON; WOLFCAMP, N.	Oil
8450	CANYON; WOLFCAMP	Oil
74270	CASS DRAW; WOLFCAMP (GAS)	Gas (Non-prorated)
74635	CEMETARY; ATOKA, NORTH (GAS)	Gas (Non-prorated)
74640	CEMETARY; MORROW (GAS)	Gas (Non-prorated)
74650	CEMETARY; STRAWN (GAS)	Gas (Non-prorated)
74680	CEMETARY; WOLFCAMP (GAS)	Gas (Non-prorated)
11790	CEMETERY; GRAYBURG-SAN ANDRES	Oil
74760	CEMETERY; WOLFCAMP, NORTH (GAS)	Gas (Non-prorated)
97342	CHINA DRAW; WOLFCAMP GAS	Gas (Non-prorated)
96623	COLLINS RANCH; WOLFCAMP, NE. GAS	Gas (Non-prorated)
75010	COLLINS RANCH; WOLFCAMP (GAS)	Gas (Non-prorated)
75245	COTTONWOOD CREEK; ATOKA, EAST (GAS)	Gas (Non-prorated)
75255	COTTONWOOD CREEK; WC, EAST (GAS)	Gas (Non-prorated)
75260	COTTONWOOD CREEK; WC, WEST (GAS)	Gas (Non-prorated)
75250	COTTONWOOD CREEK; WOLFCAMP (GAS)	Gas (Non-prorated)
96793	DAGGER DRAW STRAWN, EAST (G)	Gas (Non-prorated)
97492	DAGGER DRAW; WOLFCAMP	Oil
15400	DAGGER DRAW; SAN ANDRES, WEST	Oil
15475	DAGGER DRAW; UP PENN, SOUTH (ASSOC)	Associated

15472	DAGGER DRAW;UPPER PENN, NORTH	Oil
75930	DAGGER DRAW;UPPER PENN, WEST (GAS)	Gas (Non-prorated)
75960	DAGGER DRAW;WOLFCAMP (GAS)	Gas (Non-prorated)
75980	DAGGER DRAW;WOLFCAMP, WEST (GAS)	Gas (Non-prorated)
15880	DAYTON;ABO	Oil
15960	DAYTON;GRAYBURG	Oil
15980	DAYTON;GRAYBURG, EAST	Oil
16150	DAYTON;SAN ANDRES	Oil
16160	DAYTON;SAN ANDRES, WEST	Oil
76010	DAYTON;STRAWN (GAS)	Gas (Non-prorated)
76020	DAYTON;WOLFCAMP (GAS)	Gas (Non-prorated)
16170	DAYTON;YESO, EAST	Oil
96622	EAGLE CREEK; WOLFCAMP GAS	Gas (Non-prorated)
76200	EAGLE CREEK;ATOKA (GAS)	Gas (Non-prorated)
76240	EAGLE CREEK;ATOKA-MORROW, E (GAS)	Gas (Non-prorated)
76250	EAGLE CREEK;ATOKA-MORROW, S (GAS)	Gas (Non-prorated)
76280	EAGLE CREEK;PERMO PENN (GAS)	Gas (Non-prorated)
20420	EAGLE CREEK;SAN ANDRES	Oil
76320	EAGLE CREEK;STRAWN (GAS)	Gas (Non-prorated)
22660	ESPUELA;SAN ANDRES	Oil
76460	ESPUELA;WOLFCAMP (GAS)	Gas (Non-prorated)
97415	FOUR MILE DRAW; WOLFCAMP(G)	Gas (Non-prorated)
97553	FOUR MILE DRAW; WOLFCAMP, SW (G)	Gas (Non-prorated)
76950	FOUR MILE DRAW;ATOKA, WEST (GAS)	Gas (Non-prorated)
77000	FOUR MILE DRAW;MORROW, WEST (GAS)	Gas (Non-prorated)
77660	GOPHER;WOLFCAMP (G)	Gas (Non-prorated)
78440	HIGH HOPE;ABO (GAS)	Gas (Non-prorated)
78460	HIGH HOPE;ABO, EAST (GAS)	Gas (Non-prorated)
78550	HOAG TANK;ATOKA (GAS)	Gas (Non-prorated)
78560	HOAG TANK;MORROW (GAS)	Gas (Non-prorated)
78570	HOAG TANK;STRAWN (GAS)	Gas (Non-prorated)
78580	HOAG TANK;STRAWN, NORTH (GAS)	Gas (Non-prorated)
78590	HOAG TANK;WOLFCAMP (GAS)	Gas (Non-prorated)
78600	HOPE PENN, SOUTH (GAS)	Gas (Non-prorated)
97013	INDIAN BASIN; STRAWN, NORTH (G)	Gas (Non-prorated)
96978	KENNEDY FARMS; STRAWN (G)	Gas (Non-prorated)
97217	KENNEDY FARMS; STRAWN, WEST (G)	Gas (Non-prorated)
79480	KENNEDY FARMS;ATOKA (GAS)	Gas (Non-prorated)
79520	KENNEDY FARMS;MORROW (GAS)	Gas (Non-prorated)
79525	KENNEDY FARMS;UPPER PENN (GAS)	Gas (Non-prorated)
79925	LAKE MCMILLAN;WOLFCAMP, EAST (GAS)	Gas (Non-prorated)
36670	LAKWOOD;SAN ANDRES	Oil
40090	LOGAN DRAW;SAN ANDRES	Oil
97451	LONG DRAW; GLORIETA-YESO	Oil

97426	MIDDLE SEVEN RIVERS;GLOR-YESO(G)		Gas (Non-prorated)
97565	N. SEVEN RIVERS; GLORIETA-YESO		Oil
97394	N. SEVEN RIVERS;WOLFCAMP (G)		Gas (Non-prorated)
82740	PECOS SLOPE;ABO, WEST (GAS)		Gas (Non-prorated)
97562	PENASCO DRAW; ATOKA, WEST (G)		Gas (Non-prorated)
82760	PENASCO DRAW;ATOKA (GAS)		Gas (Non-prorated)
82775	PENASCO DRAW;PERMO PENN (GAS)		Gas (Non-prorated)
50270	PENASCO DRAW;SA-YESO (ASSOC)	Active	Associated
96316	PENASCO DRAW;WOLFCAMP		Oil
82850	PINE LODGE;ABO (GAS)		Gas (Non-prorated)
83040	POW;MORROW (GAS)		Gas (Non-prorated)
83060	POW;STRAWN (GAS)		Gas (Non-prorated)
83840	RICHARD KNOB;ATOKA-MORROW (GAS)		Gas (Non-prorated)
97123	RIO PENASCO; SAN ANDRES (G)		Gas (Non-prorated)
97512	RIO PENASCO; WOLFCAMP (G)		Gas (Non-prorated)
97357	RIVERSIDE; UPPER PENN. (G)		Gas (Non-prorated)
83855	RIVERSIDE;ATOKA (GAS)		Gas (Non-prorated)
83880	RIVERSIDE;MORROW (GAS)		Gas (Non-prorated)
59330	THREE MILE;SAN ANDRES		Oil
96931	WC HOAG TANK; ATOKA, NORTHWEST (G)		Gas (Non-prorated)
97641	WC HOPE MOUND; WOLFCAMP (G)		Gas (Non-prorated)
98025	WC-015 S192510B;WOLFCAMP		Oil
97970	WC-015 S192512A;STRAWN (GAS)		Gas (Non-prorated)
97948	WC-015 S192615K;STRAWN (GAS)		Gas (Non-prorated)