# STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

# APPLICATION OF ENDURANCE RESOURCES TO REOPEN CASE NO. 15465 FOR THE PURPOSE OF CREATING A DEFINED DELAWARE OIL POOL SUBJECT TO THE SPECIAL RULES ENACTED UNDER DIVISION ORDER R-14153, LEA COUNTY, NEW MEXICO.

### CASE NO. 15465 (re-opened)

#### **APPLICATION**

Endurance Resources LLC ("Endurance") (OGRID No. 270329), pursuant to Order R-

14153, seeks an order creating a new Delaware Oil Pool subject to the Special Pool Rules enacted under Order R-14153. In support thereof, Endurance states:

1. Division Order R-14153, dated April 19, 2016, enacted Special Pool Rules for the

Delaware WC-025 G-05 S253523H; Delaware Pool (Pool Code 97779), a wildcat pool located in

Lea County.

2. The Division's district office has recently informed Endurance the WC-025 G-05

S253523H; Delaware Pool (Pool Code 97779) is currently comprised of the following acreage:

#### Township 25 South, Range 35 East, NMPM

Section 15: S/2 Section 16: W/2 and SE/4 Section 22: NE/4 Section 23: N/2 and SW/4 Section 26: W/2

3. The Special Pool Rules for the WC-025 G-05 S253523H; Delaware Pool allow for a special allowable of 350 barrels of oil per day per 40-acre oil spacing and proration unit. 4. Ordering paragraph (3) of R-14153 requires applicant to re-open Case. No. 15465 for the purpose of creating "a defined Delaware Oil Pool and requesting that the Special Pool Rules enacted herein be applied to the new pool."

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5. Pursuant to Order R-14153, Endurance seeks the creation of the White Falcon Pool to correspond with the current boundaries of the WC-025 G-05 S253523H; Delaware Pool and to subject this new pool to the Special Pool Rules set forth in Order-14153 providing for a depth bracket allowable of 350 barrels of oil per day per 40-acre oil spacing and proration unit. All other rules for this pool shall remain in conformance with statewide rules.

6. The granting of this application is in the best interests of conservation, the prevention of waste, and the protection of correlative rights.

7. Notice of this application has been given to all division-designated operators in the pool and division-designated operators of wells within the same formation as the pool within one mile of the pool's current outer boundary.

WHEREFORE, Endurance respectfully requests that this application be set for hearing before an Examiner of the Oil Conservation Division on July 21, 2016, and that after notice and hearing, the Division enter an order approving this application.

Respectfully submitted,

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HOLLAND & HART LLP

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Michael H. Feldewert Jordan L. Kessler Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile mfeldewert@hollandhart.com jlkessler@hollandhart.com

ATTORNEYS FOR ENDURANCE RESOURCES LLC <u>Case No. 15465 (re-opened)</u>: Application of Endurance Resources to reopen Case No. 15465 for the purpose of creating a defined Delaware oil pool subject to the special rules enacted under Division Order R-14153, Lea County, New Mexico. Applicant, pursuant to Order R-14153, seeks an order creating a new Delaware Oil Pool subject to the Special Pool Rules enacted under Order R-14153. These Special Pool Rules create a special depth bracket allowable of 350 barrels of oil per day per 40-acre oil spacing and proration unit and currently apply to the WC-025 G-05 S253523H; Delaware Pool (Pool Code 97779) underlying the following acreage:

## Township 25 South, Range 35 East, NMPM

Section 15: S/2 Section 16: W/2 and SE/4 Section 22: NE/4 Section 23: N/2 and SW/4 Section 26: W/2

This area is located approximately 15 miles northwest of Jal, New Mexico.