

consisting of 207.84 acres. Applicant proposes that the gas spacing and proration unit be redesignated to conform with the pre-existing Mesaverde formation spacing and proration comprised of the following lands: Township 30 North, Range 9 West, NMPM; Lots 3, 4, E/2 SW/4 of Section 30 and Lots 1, 2, 3, 4, E/2 W/2 of Section 31 and consisting of 308.56 acres,  $\pm$ . The subject lands are located approximately four miles north of Blanco, New Mexico.

**CASE NO. 13787: Continued from the October 26, 2006 Examiner Hearing.**

***Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit, compulsory pooling, and an unorthodox oil well location, Lea County, New Mexico.*** Applicant seeks an order approving a non-standard 80-acre oil spacing and proration unit in the Devonian formation (North Knowles-Devonian Pool) comprised of the SE/4 NE/4 and NE/4 SE/4 of Section 14, Township 16 South, Range 38 East, NMPM, and pooling all mineral interests in said unit. The unit is to be dedicated to the Lawrence Well No. 1Y, to be re-entered at an unorthodox surface location 2531 feet from the North line and 630 feet from the East line of Section 14, with an estimated unorthodox bottom hole location 2531 feet from the North line and 660 feet from the East line of Section 14, and applicant further seeks approval of said locations. Also to be considered will be the cost of re-entering, 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 re-entering, drilling, and completing the well. The unit is located approximately 6-1/2 miles north-northeast of Knowles, New Mexico.

**CASE NO. 13816: Continued from the November 9, 2006 Examiner Hearing.**

***Application of Black Hills Exploration & Production, Inc. for the creation of the Jicarilla Apache Tribal Lands Production Area and the adoption of Special Pool Rules and Regulations therefor in the Pictured Cliffs formation, East-Blanco Pictured Cliffs Pool, and the Tertiary formation, Cabresto Canyon-Tertiary Pool, Rio Arriba County, New Mexico.*** Applicant seeks the creation of the Jicarilla Apache Tribal Lands Production Area to be comprised of the following lands located in Rio Arriba County, New Mexico:

**TOWNSHIP 30 NORTH, RANGE 3 WEST, NMPM**

Sections 4 through 9:	All
Sections 15 through 22:	All
Sections 26 through 35:	All

**TOWNSHIP 31 NORTH, RANGE 3 WEST, NMPM**

Section 32:	S/2
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**TOWNSHIP 29 NORTH, RANGE 3 WEST, NMPM**

Sections 3 through 10:	All
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Applicant also seeks the adoption of Special Rules and Regulations for the Jicarilla Apache Tribal Lands Production Area that provide for increased well density within each standard 160-acre spacing and proration unit from the current maximum of one well as provided by Division General Rule 104.C, to a maximum of two wells (80-acre infill wells) per 160-acre gas spacing and proration unit and for special well location requirements. This area is located approximately 4 miles to 6 miles Southwest of Burns, New Mexico.

**CASE 13829: In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting, and extending certain pools in Chaves and Eddy Counties, New Mexico.**

(a) CREATE a new pool in Eddy County, New Mexico for the production of oil from the Seven Rivers, Queen, Grayburg, San Andres, Glorieta and Yeso (Paddock) formations and designated as the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres-Glorieta-Yeso (Paddock) Pool (**Pool Code 97558**). The pool is being created in order to correct nomenclature to include deleted acreage from the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres Pool (**Pool Code 28509**). Said pool would comprise:

**TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM**

Section 15:	W/2 SW/4
Section 16:	All
Section 21:	All

Section 22: W/2 W/2, E/2 NW/4, NE/4 SW/4 and NW/4 NE/4  
Section 27: W/2 SW/4  
Section 28: All

- (b) CONTRACT the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres Pool (**Pool Code 28509**) in Eddy County, New Mexico by the deletion of the following described area:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM

Section 15: W/2 SW/4  
Section 16: All  
Section 21: All  
Section 22: W/2 W/2, E/2 NW/4, NE/4 SW/4 and NW/4 NE/4  
Section 27: W/2 SW/4  
Section 28: All

- (c) CREATE a new pool in Eddy County, New Mexico for the production of gas from the Atoka formation and designated as the West Penasco Draw-Atoka Gas Pool (**Pool Code 97562**). The discovery well is the Murchison Oil & Gas, Inc. Rio State Well No. 4 (**API No. 30-015-34653**) located in Unit A of Section 36, Township 18 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 24 EAST, NMPM

Section 36: E/2

- (d) CREATE a new pool in Chaves County, New Mexico for the production of gas from the Pennsylvanian formation and designated as the Six Mile Draw-Pennsylvanian Gas Pool (**Pool Code 97561**). The discovery well is the Yates Petroleum Corporation Dehavilland State Unit Well No. 1 (**API No. 30-005-63778**) located in Unit E of Section 28, Township 5 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 5 SOUTH, RANGE 26 EAST, NMPM

Section 28: W/2

- (e) EXTEND the Northeast Collins Ranch-Wolfcamp Gas Pool (**Pool Code 96623**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM

Section 13: S/2

- (f) EXTEND the Diamond Mound-Morrow Gas Pool (**Pool Code 76079**) in Eddy County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM

Section 3: SW/4  
Section 10: W/2

- (g) EXTEND the Dublin Ranch-Morrow Gas Pool (**Pool Code 76140**) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM

Section 15: N/2

- (h) EXTEND the Fren-Glorieta-Yeso Pool (**Pool Code 26770**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 9: E/2

- (i) EXTEND the Red Lake-Glorieta-Yeso Pool (**Pool Code 51120**) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM

Section 17: NW/4

Section 18: N/2

- (j) EXTEND the Seven Rivers Hills-Atoka Gas Pool (**Pool Code 96714**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM

Section 11: All

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.