

developed on 320 acre spacing within that vertical extent: the NE/4 to form a standard 160 acre gas spacing and proration unit for all formations developed on 160 acre spacing within that vertical extent: the W/2 NE/4 to form a standard 80-acre oil spacing and proration unit for all formations or pools developed on 80 acre spacing within that vertical extent, including the Inbe Permo-Pennsylvanian Pool; and the NW/4 NE/4 to form a standard 40-acre oil spacing and proration unit for all formations developed on 40 acre spacing within that vertical extent. The units are to be dedicated to the Inbe "24" Well No. 1, to be located 660 feet from the North line and 2310 feet from the East line of Section 24, which is unorthodox except as to oil well units developed on 40 acre spacing. 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 units are located approximately 9 miles east-southeast of Caprock, New Mexico.

**CASE NO. 13831:** *Continued from the December 13, 2006 Examiner Hearing.*

**Application of Pride Energy Company for compulsory pooling, Lea County, New Mexico:** Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian formation underlying the following described acreage in Section 25, Township 11 South, Range 33 East, N.M.P.M., and in the following manner: The E/2 to form a standard 320 acre gas spacing and proration unit for all formations developed on 320 acre spacing within that vertical extent: the NE/4 to form a standard 160 acre gas spacing and proration unit for all formations developed on 160 acre spacing within that vertical extent; the W/2 NE/4 to form a standard 80-acre oil spacing and proration unit for all formations or pools developed on 80 acre spacing within that vertical extent, including the Inbe Permo-Pennsylvanian Pool; and the NW/4 NE/4 to form a standard 40-acre oil spacing and proration unit for all formations developed on 40 acre spacing within that vertical extent. The units are to be dedicated to the Inbe "25" Well No. 1, to be located at an orthodox location in the NW/4 NE/4 of Section 25. 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 units are located approximately 10 miles east-southeast of Caprock, New Mexico.

**CASE NO. 13709:** *Continued from the December 13, 2006 Examiner Hearing.*

**Application of the New Mexico Oil Conservation Division for an Order Requiring K.P. Kauffman Company, Inc. to Plug 1 Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance, Lea County, New Mexico.** The Applicant seeks an order requiring K.P. Kauffman Company, Inc. to plug the following well and to forfeit applicable security:

<u>Well Name</u>	<u>API No.</u>	<u>Location</u>
Mesa Queen 7 State #1	30-025-29200	660 FSL/1040FEL P-7-16S-32E

**CASE NO. 13710:** *Continued from the December 13, 2006 Examiner Hearing.*

**Application of the New Mexico Oil Conservation Division for an Order Requiring Roberts SWD, LLC to Plug 1 Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance, Lea County, New Mexico.** The Applicant seeks an order requiring Roberts SWD, LLC to plug the following well and to forfeit applicable security:

<u>Well Name</u>	<u>API No.</u>	<u>Location</u>
Keach #1	30-025-34565	467 FSL, 2310 FEL, O-4-20S-38E

**CASE NO. 13715:** *Continued from the December 13, 2006 Examiner Hearing.*

**Application of the New Mexico Oil Conservation Division for an Order Requiring Willow Creek Resources, Inc. to Plug 1 Well and Ordering Forfeiture of Applicable Financial Assurance in Event of Operator's Non-Compliance, Eddy County, New Mexico.** The Applicant seeks an order requiring Willow Creek Resources, Inc. to plug the following well and to forfeit applicable security:

<u>Well Name</u>	<u>API No.</u>	<u>Location</u>
Maudie Rickman #1	30-015-21064	2204 FSL 840 FWL L-3-23S-27E

**CASE NO. 13857:** *In the matter of the hearing called by the Oil Conservation Division for an order creating and extending vertical and horizontal limits of certain pools in Eddy County, New Mexico.*

(a) CREATE a new pool in Eddy County, New Mexico for the production of gas from the Strawn formation and designated as the Bond Draw-Strawn Gas Pool (**Pool Code 97567**). The discovery well is the Yates Petroleum Corporation Humidor State Unit Well No. 3 (**API No. 30-015-23599**) located in Unit E of Section 14, Township 24 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 27 EAST, NMPM

Section 14: N/2

(b) CREATE a new pool in Eddy County, New Mexico for the production of oil from the Atoka formation and designated as the South Red Tank-Atoka Gas Pool (**Pool Code 97563**). The discovery well is the Samson Resources Company Livingston Ridge 36 State Well No. 1 (**API No. 30-015-34644**) located in Unit O of Section 36, Township 22 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 31 EAST, NMPM

Section 36: E/2

(c) CREATE a new pool in Eddy County, New Mexico for the production of oil from the Glorieta-Yeso formation and designated as the North Seven Rivers-Glorieta-Yeso Pool (**Pool Code 97565**). The discovery well is the Nearburg Producing Company South Boyd 27 Well No. 6 (**API No. 30-015-28588**) located in Unit D of Section 27, Township 19 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM

Section 27: NW/4

(d) CREATE a new pool in Eddy County, New Mexico for the production of gas from the Upper Pennsylvanian formation and designated as the Walnut Canyon-Upper Pennsylvanian Gas Pool (**Pool Code 97566**). The discovery well is the Cimarex Company of Colorado Walnut Canyon State Com. Well No. 1 (**API No. 30-015-34423**) located in Unit A of Section 2, Township 25 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 25 EAST, NMPM

Section 2: E/2

(e) CREATE a new pool in Eddy County, New Mexico for the production of gas from the Bone Spring formation and designated as the West Winchester-Bone Spring Pool (**Pool Code 97569**). The discovery well is the Yates Drilling Company Hubble State Com. Well No. 1 (**API No. 30-015-30782**) located in Unit E of Section 28, Township 19 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM

Section 28: NW/4

(f) EXTEND the North Anderson-Wolfcamp Pool (**Pool Code 97183**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 11: W/2

(g) EXTEND the Avalon-Morrow Gas Pool (**Pool Code 70920**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 7: All

(h) EXTEND the South Carlsbad-Atoka Gas Pool (**Pool Code 73800**) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM

Section 8: SE 4

Section 9: S 2

Section 10: SW 4

Section 17: E 2

- (i) EXTEND the South Carlsbad-Morrow Gas Pool (**Pool Code 73960**) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 25 EAST, NMPM  
Section 24: W 2

- (j) EXTEND the Cedar Canyon-Bone Spring Pool (**Pool Code 11520**) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM  
Section 34: S 2

- (k) EXTEND the Chosa Draw-Morrow Gas Pool (**Pool Code 74900**) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM  
Section 8: SE/4  
Section 9: S 2

- (l) EXTEND the Northwest Corral Canyon-Delaware Pool (**Pool Code 96464**) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM  
Section 2: W 2

- (m) 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 25: N/2

- (n) EXTEND the vertical limits of the Empire-Yeso Pool (**Pool Code 96210**) in Eddy County, New Mexico to include the top of the Glorieta formation down to the top of the Abo formation and redesignate the pool as the Empire-Glorieta-Yeso Pool.

- (o) EXTEND the vertical limits of the East Empire-Yeso Pool (**Pool Code 96610**) in Eddy County, New Mexico to include the top of the Glorieta formation down to the top of the Abo formation and redesignate the pool as the East Empire-Glorieta-Yeso Pool.

- (p) EXTEND the North Hackberry Draw-Morrow Gas Pool (**Pool Code 97474**) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 27 EAST, NMPM  
Section 5: S 2  
Section 8: E 2

- (q) EXTEND the East Happy Valley-Bone Spring Pool (**Pool Code 97541**) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM  
Section 10: E 2

- (r) EXTEND the Indian Basin-Upper Pennsylvanian Associated Pool (**Pool Code 33685**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM  
Section 36: W 2

(s) EXTEND the Nash Draw-Delaware Bone Spring (Avalon Sand) Pool (**Pool Code 47545**) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 30 EAST, NMPM

Section 20: S 2

Section 21: S 2

(t) EXTEND the Otis-Morrow Gas Pool (**Pool Code 82360**) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 23: All

(u) EXTEND the Pecos River-Morrow Gas Pool (**Pool Code 97375**) in Eddy County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 26 EAST, NMPM

Section 13: N 2

(v) EXTEND the West Salt Draw-Morrow Gas Pool (**Pool Code 96819**) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 28 EAST, NMPM

Section 8: N 2

(w) EXTEND the West Sand Dunes-Delaware Pool (**Pool Code 53815**) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM

Section 8: NE 4

(x) EXTEND the North Willow Lake-Delaware Pool (**Pool Code 64455**) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM

Section 20: W/2

Section 29: NW 4

(y) EXTEND the Southwest Willow Lake-Delaware Pool (**Pool Code 96855**) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 28 EAST, NMPM

Section 4: NE 4

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