

PRELIMINARY DOCKET: COMMISSION MEETING – THURSDAY – SEPTEMBER 15, 2005

9:00 A.M. – Porter Hall
 1220 South St. Francis Drive
 Santa Fe, New Mexico

Land Commissioner, Patrick H. Lyons, may designate Jami Bailey as his representative for this hearing, or may participate himself.

Notice: The minutes of the August 15, 2005, Commission meeting will be adopted.

Notice: During this meeting, the Commission may conduct a closed executive session during which it will deliberate in connection with an administrative adjudicatory proceeding pending before the Commission or consult with Commission counsel under the attorney-client privilege concerning threatened or pending litigation in which the Commission is or may become a participant.

Final Action May be Taken in the Following:

CASE 13482:

In the matter of the Proposal of the Oil Conservation Commission, On Its Own Motion, To Amend Oil Conservation Division Rules 1201, 1203 Through 1205, 1207, 1208, 1211, 1212, 1214 and 1220.

CASE 13555: *Application of the New Mexico Oil Conservation Division for Adoption of a new rule Concerning Infill Wells in Compulsory-Pooled Units.* Applicant proposes amendment of Rules 7.W of the rule of the Division (defining "working interest") and adoption of a new Rule 36 providing for proposal and drilling of infill wells within spacing units pooled by order of the Division or of the Commission. The application of the proposed new rules will be statewide. Copies of the text of the proposed amendment and new rule are available from Division Administrator Florene Davidson at (505) 476-3458 or from the Division's web site at <http://www.emnrd.state.nm.us/ocd/whatnew.htm>. Written comments on the proposals must be received no later than 5:00 P.M. on Thursday, September 8, 2005. Written comments may be hand-delivered or mailed to the Division office at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, or may be faxed to Ms. Davidson at (505) 576-3462.

De Novo - Readvertised

Application of Arch Petroleum Inc. for Approval of Two Non-Standard Gas Spacing and Proration Units in the Jalmat Gas Pool, Lea County, New Mexico. Applicant seeks approval of (1) a non-standard gas spacing and proration unit comprised of the SW/4 of Section 20, Township 23 South, Range 37 East, to be dedicated in the Jalmat Gas Pool to the Steeler "A" Well No. 1, located in the NW/4 SW/4 of the section, to be operated by Westbrook Oil Corporation, and (ii) a non-standard gas spacing and proration unit comprised of the SE/4 of Section 20, in said township and range, to be dedicated in the Jalmat Gas Pool to the Resler "B" Well No. 1, located in the NW/4 SE/4 of the section, to be operated by applicant. The units are located approximately 10-½ miles south-southwest of Eunice, New Mexico. Upon the application of Arch Petroleum Inc., this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 13504: De Novo

Application of Apache Corporation for statutory unitization, Lea County, New Mexico. Applicant seeks an order unitizing, for the purpose of establishing an enhanced oil recovery project, all mineral interest in the unitized formations the vertical limits of which extend from an upper limit being 75 feet above the stratigraphic Blinbry marker to a lower limit at the top of the Abo formation as seen on the type log from the Continental Lockhart B-11 #17 well located 1980 feet from the North line and 1980 feet from the East line, Section 11, Township 21 South, Range 37 East and is that interval which is correlative to the interval from 5615 feet to 6795 feet below the surface measured from the derrick floor as shown on this type log. The Blinbry marker has been defined by the NMOCD at a depth of 5457 feet (elevation 3380, sub-sea datum 2077) in Exxon State S#30 well located in the SW/4 NW/4 of Section 2, Township 22 South, Range 37 East. The proposed unit consists of 2080.00 acres, more or less, of Federal and Fee lands in the following acreage: