

13. ~~CASE 14277~~ (Continued from the March 5, 2009 Examiner Hearing.)

Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of Lot 3, NE/4SW/4, and N/2SE/4 (the N/2S/2 equivalent) of Section 30, Township 16 South, Range 28 East, NMPM, to form a non-standard 162.74-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Lucky Wolf "30" Fed. Com. Well No. 2, a horizontal well to be drilled at a surface location 2310 feet from the south line and 100 feet from the west line of Section 30. The well will penetrate the Wolfcamp formation at a point 2295 feet from the south line and 330 feet from the west line, and have a terminus 1980 feet from the south line and 330 feet from the east line, of Section 30. 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 unit is located approximately 11-1/2 miles east-northeast of Artesia, New Mexico.