

CASE 13202: Application of Kerr-McGee Oil & Gas Onshore LLC for an exception to the Special Rules and Regulations of the Indian Basin-Upper Pennsylvanian Associated Pool and for simultaneous dedication, Eddy County, New Mexico. Applicant seeks an exception to the Special Rules and Regulations of the Indian Basin-Upper Pennsylvanian Associated Pool to allow both its existing Lowe State Gas Com Well No. 5 and its proposed Lowe State Gas Com Well No. 6 to be located in the SW/4 of Section 36, Township 21 South, Range 23 East. Applicant further seeks approval of the simultaneous dedication of both wells to a standard well unit comprised of the W/2 of Section 36, and that the wells be allowed to produce concurrently. The well unit is located approximately 19½ miles west of Carlsbad, New Mexico.

CASE 13158: Reopened

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the top of the Cisco formation to the base of the Morrow formation underlying the S/2 of Section 30, Township 21 South, Range 27 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Burton Flat-Morrow Gas Pool. The unit is to be dedicated to applicant's La Huerta "30" Well No. 1Y, to be drilled from a surface location 800 feet from the North line and 880 feet from the West line (Unit D) of Section 29, Township 21 South, Range 27 East, to an orthodox bottomhole location in the SE/4 SE/4 (Unit P) 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 charge for the risk involved in drilling and completing the well. The unit is located approximately 2 miles north of Carlsbad, New Mexico.

CASE 13203: Application of John R. Stearns d/b/a Stearns for an Unorthodox Gas Well Location, Lea County, New Mexico. Applicant seeks an exception to Division Rule 104.C (2) (a) for the existing State "16" Well No. 1-Y (API No. 30-025-34070) to be recompleted into the Undesignated West Sawyer-Morrow Gas Pool (97103) at an unorthodox deep gas well location 330 feet from the South line and 940 feet from the East line (Unit P) of Section 16, Township 9 South, Range 37 East. The E/2 of Section 16 is to be dedicated to this well in order to form a standard 320-acre stand-up gas spacing unit for the Morrow formation. This unit is located approximately 11 miles east by north of Crossroads, New Mexico

CASE 13204: In the matter of the hearing called by the Oil Conservation Division for an order creating, abolishing and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Siluro-Devonian production and designated as the Bosque-Siluro-Devonian Gas Pool (Pool Code 97318). The discovery well is the Yates Petroleum Corporation Aikman "BDK" State Com. Well No. 1 (API No. 30-005-61804) located in Unit P of Section 36, Township 6 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM
Section 36: S/2

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the West McKittrick Hills-Strawn Gas Pool (Pool Code 97315). The discovery well is the Yates Petroleum Corporation McKittrick "ATS" State Well No. 1 (API No. 30-015-29105) located in Unit D of Section 16, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM
Section 16: W/2

(c) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Bone Spring production and designated as the McMillan Escarpment-Bone Spring Gas Pool (Pool Code 97316). The discovery well is the Pogo Producing Company State "19" Com Well No. 2 (API No. 30-015-32612) located in Unit L of Section 19, Township 20 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 19: SW/4

(d) CREATE a new pool in Chaves County, New Mexico classified as an oil pool for Siluro-Devonian production and designated as the Mesa Diablo-Siluro-Devonian Pool (Pool Code 97317). The discovery well is the Yates Petroleum Corporation Starkissed "AWS" State Well No. 2 (API No. 30-005-63539) located in Unit E of Section 3, Township 10 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM

Section 3: NW/4

(e) ABOLISH the Fren-Pennsylvanian Gas Pool (Pool Code 77160) in Eddy County, New Mexico comprised of the following described area:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 15: SW/4

Section 21: E/2

Section 22: NW/4

(f) EXTEND the Burton Flat-Morrow Gas Pool (Pool Code 73280) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 12: E/2

(g) EXTEND the East Carlsbad-Morrow Gas Pool (Pool Code 73920) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 31: S/2

(h) EXTEND the East Carlsbad-Strawn Gas Pool (Pool Code 74080) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 36: N/2

(i) EXTEND the North Cedar Lake-Morrow Gas Pool (Pool Code 74600) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 21: NE/4

(j) EXTEND the Southeast Cemetery-Morrow Gas Pool (Pool Code 97031) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM

Section 12: W/2

(k) EXTEND the Crockett Draw-Wolfcamp Gas Pool (Pool Code 97282) in Chaves County, New Mexico to include:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM

Section 13: W/2

Section 14: N/2

(l) EXTEND the Crozier Bluff-Atoka Gas Pool (Pool Code 75730) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 25: S/2

Section 26: SE/4

- (m) EXTEND the Foor Ranch-Wolfcamp Gas Pool (Pool Code 76750) in Chaves County, New Mexico to include:

TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM
Section 7: N/2

- (n) EXTEND the North Hackberry-Morrow Gas Pool (Pool Code 96785) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM
Section 1: SW/4
Section 2: S/2

- (o) EXTEND the Northeast Happy Valley-Strawn Gas Pool (Pool Code 78075) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM
Section 25: All
Section 36: E/2

- (p) 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 35: W/2

- (q) EXTEND the Ingle Wells-Delaware Pool (Pool Code 33745) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM
Section 14: NW/4
Section 15: NE/4

- (r) EXTEND the Kennedy Farms-Morrow Gas Pool (Pool Code 79520) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM
Section 36: N/2

- (s) EXTEND the Loco Hills-Paddock Pool (Pool Code 96718) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM
Section 14: SE/4

- (t) EXTEND the Nash Draw-Delaware Pool (Pool Code 47545) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 30 EAST, NMPM
Section 8: SW/4
Section 17: NW/4

- (u) EXTEND the Nash Draw-Morrow Gas Pool (Pool Code 81600) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM
Section 12: N/2 and SE/4

- (v) EXTEND the Pecos Slope-Abo Gas Pool (Pool Code 82730) in Chaves County, New Mexico to include:

TOWNSHIP 8 SOUTH, RANGE 25 EAST, NMPM
Section 36: SW/4

(w) EXTEND the Northeast Red Lake-Glorieta-Yeso Pool (Pool Code 96836) in Chaves County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 35: N/2

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