- 2. \(\superscript{CASE}\hat{14541}\); (Continued from the September 16, 2010 Examiner Hearing.)
 - Application of Merrion Oil & Gas Corp. for compulsory pooling, San Juan County, New Mexico. Applicant seeks an order pooling all noncommitted mineral interests and noncommitted working interest owners in the Fruitland Coal formation in the N/2 of Section 18, Township 29 North, Range 13 West, NMPM, to form a standard 250-acre gas spacing and proration unit for the Basin-Fruitland Coal Pool. The unit is to be dedicated to the Westland Park #1 and Westland Park #2 wells, to be drilled at orthodox locations in the N/2 of Section 18. Applicant further seeks an order pooling all noncommitted mineral interests and noncommitted working interest owners in the Pictured Cliffs formation in the NW/4 of Section 18, Township 29 North, Range 13 West, NMPM, to form a nonstandard 90-acre gas spacing and proration unit for the West Kutz-Pictured Cliffs Pool. The unit is to be dedicated to the Westland Park #1 well to be drilled at an unorthodox location in the NW/4 of Section 18. Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Merrion Oil & Gas Corp. as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The units are located within the city limits of Farmington, New Mexico.
- 3. <u>CASE 14554</u>: Application of Mewbourne Oil Company to abolish the Seven Rivers-Yeso Pool and the Cemetery-Yeso Pool and expand the North Seven Rivers Glorieta-Yeso Pool, and to establish special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool, Eddy County, New Mexico. Applicant seeks an order (i) abolishing the Seven Rivers-Yeso Pool, comprised of the NW/4 of Section 26, the E/2 of Section 27, and all of Section 34, Township 19 South, Range 25 East, NMPM, (ii) abolishing the Cemetery-Yeso Pool, comprised of the SE/4 of Section 11, Township 20 South, Range 25 East, NMPM, and (iii) expanding the North Seven Rivers Glorieta-Yeso to include the acreage in the abolished pools together with additional acreage, so that it will comprise the following lands:

Township 19 South, Range 24 East, NMPM

Section 36: SE/4

Township 19 South, Range 25 East, NMPM

| Section 15: | SW/4 |
|-------------|------|
| Section 16: | NE/4 |
| Section 22: | All |
| Section 23: | S/2 |
| Section 24: | W/2 |
| Section 26: | W/2 |
| Section 27: | All |
| Section 31: | SW/4 |
| Section 34: | All |
| Section 35: | All |
| Section 36: | NW/4 |

Township 20 South, Range 25 East, NMPM

| Section 2: | W/2 |
|-------------|------|
| Section 3: | SE/4 |
| Section 4: | S/2 |
| Section 5: | S/2 |
| Section 7: | NE/4 |
| Section 9: | All |
| Section 10: | All |
| Section 11: | SE/4 |
| Section 14: | W/2 |
| Section 15: | All |
| Section 22: | NW/4 |
| | |

Applicant further seeks approval of special pool rules and regulations for the expanded North Seven Rivers Glorieta-Yeso Pool providing for a special depth bracket allowable of 240 barrels of oil per day for a standard 40 acre spacing unit. The expanded North Seven Rivers Glorieta-Yeso Pool is centered approximately 3 miles West-Northwest of Seven Rivers, New Mexico.

4. <u>CASE 14533</u>: (Continued from the September 16, 2010 Examiner Hearing.)

Application of Mewbourne Company for approval of a non-standard oil spacing and proration unit, an unorthodox oil well location, and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 N/2