R-10724

<u>CASE 11682</u>: In the matter of the hearing called by the Oil Conservation Division upon its own motion for an order creating and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Abo production and designated as the Antelope Sink-Abo Gas Pool. The discovery well is the Kaiser Francis Oil Company Antelope Federal Well No. 1 located in Unit F of Section 22, Township 18 South, Range 23 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 23 EAST, NMPM

Section 22: NW/4

(b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Abo production and designated as the West Antelope Sink-Abo Gas Pool. The discovery well is the Heartland Energy Corporation Sun Texas State Well No. 1 located in Unit J of Section 24, Township 18 South, Range 21 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 21 EAST, NMPM

Section 24: SE/4

(c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Northeast Collins Ranch-Wolfcamp Gas Pool. The discovery well is the Yates Petroleum Corporation Niles "KA" Com. Well No. 1 located in Unit N of Section 24, Township 17 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM

Section 24: S/2

(d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Cottonwood Spring-Morrow Gas Pool. The discovery well is the Llano Land & Exploration Company Federal "CU" Well No. 1 located in Unit G of Section 35, Township 25 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 25 EAST, NMPM

Section 35: N/2

(e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the North Duffield-Strawn Gas Pool. The discovery well is the UMC Petroleum Corporation Sink Federal Well No. 2 located in Unit N of Section 9, Township 16 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM

Section 9: S/2

(f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for

Wolfcamp production and designated as the Eagle Creek-Wolfcamp Gas Pool. The discovery well is the Yates Petroleum Corporation Divide "JW" Federal Com. Well No. 1 located in Unit K of Section 4, Township 17 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM

Section 4: W/2

(g) CREATE a new pool in Eddy County, new Mexico, classified as an oil pool for Yeso production and designated as the East Empire-Yeso Pool. The discovery well is the Marbob Energy Corporation Barnsdall Federal Well No. 1 located in Unit B of Section 27, Township 17 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM

Section 27: NE/4

(h) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the North Penasco Draw-Upper Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation Scout "EH" Federal Com. Well No. 2 located in Unit I of Section 27, Township 18 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM

Section 27: E/2

(i) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Abo production and designated as the North Runyan Ranch-Abo Gas Pool. The discovery well is the Heartland Energy Corporation State "AR" Well No. 1 located in Unit F of Section 31, Township 18 South, Range 23 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 23 EAST, NMPM

Section 31: NW/4

(j) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for Devonian production and designated as the Southwest Twin Lakes-Devonian Pool. The discovery well is the Marbob Energy Corporation McClintock Fee Well No. 1 located in Lot 2 of Section 30, Township 9 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 28 EAST, NMPM

Section 30: NE/4

(k) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 22: S/2

(1) EXTEND the South Carlsbad-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 17: S/2

(m) EXTEND the East Carlsbad-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 16: NW/4
Section 17: N/2

(n) EXTEND the Cedar Canyon-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM

Section 28: SW/4

(o) EXTEND the North Dagger Draw-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 12: E/2 Section 26: S/2

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM

Section 33: NE/4

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM

Section 2: SW/4
Section 11: NW/4

(p) EXTEND the South Dagger Draw-Upper Pennsylvanian Associated Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM

Section 19: S/2

TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM

Section 13: N/2

(q) EXTEND the Fenton-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 28: E/2

(r) EXTEND the East Loving-Brushy Canyon Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM

Section 12: S/2

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM

Section 7: SW/4

(s) EXTEND the Sand Tank-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 31: SE/4 Section 32: S/2

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM

Section 6: E/2

(t) EXTEND the Shugart-Yates-Seven Rivers-Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWSHIP 18 SOUTH, RANGE 31 EAST, NMPM

Section 8: NE/4

(u) EXTEND the North Turkey Track-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 26: W/2

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

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(p) EXTEND the Dagger Draw; Upper Penn., South Associated Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM

Section 19: S/2

TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM

Section 13: N/2

(q) EXTEND the Fenton; Delaware Oil Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM Section 28: E/2

(x) EXTEND the Shugart; (Yates-7 Rvrs-Qu-Grayburg) Oil Pool Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM Section 8: NE/4

(s) EXTEND the Loving; Brushy Canyon, East Oil Pool in Eddy County, New Mexico to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 BAST, NMPM

Section 12: S/2

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM

Section 7: SW/4

(t) EXTEND Sand Tank; Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 31: SE/4 Section 32: S/2

TOWNSHIP 18 SOUTH, RANGE 30 BAST, NMPM

Section 6: E/2

(u) EXTEND the Turkey Track; Morrow, North Gas Pool in Eddy County, New Mexico to include therein:

TOWNSHIP 18 BOUTH, RANGE 29 EAST, NMPM

Section 26: W/2