<u>CASE 12184</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting vertical limits, redesignating, and extending certain pools in Lea County, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Strawn production and designated as the South Hardy-Strawn Pool. The discovery well is the Conoco Inc. Hardy 36 State Well No. 26 located in Unit B of Section 36, Township 20 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 36: NE/4

Further, ASSIGN a discovery allowable of 37,825 barrels of oil to the discovery well to be produced over a two-year period.

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the West Johnson Ranch-Wolfcamp Gas Pool. The discovery well is the Cobra Oil & Gas Corporation State 19 Well No. 1 located in Unit G of Section 19, Township 24 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM Section 19: N/2

(c) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the Querecho Plains-Atoka Gas Pool. The discovery well is the Mewbourne Oil Company Querecho 28 Federal Well No. 1 located in Unit I of Section 28, Township 18 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 28: E/2

(d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Strawn production and designated as the South San Simon-Strawn Pool. The discovery well is the Yates Petroleum Corporation Trick ARK State Well No. 1 located in Unit B of Section 18, Township 22 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 35 EAST, NMPM Section 18: NE/4

(e) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Devonian production and designated as the Sioux-Devonian Gas Pool. The discovery well is the Vista Resources of Texas, Inc. South Lea Federal Well No. 1

located in Unit K of Section 17, Township 26 South, Range 36 East, NMPM. Said pool would comprise:

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

(f) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Abo production and designated as the West Wantz-Abo Pool. The discovery well is the Titan Resources I Inc. State DC Well No. 3 located in Unit F of Section 19, Township 21 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 19: N/2 and SE/4

- (g) CONTRACT the vertical limits of the Anderson Ranch-Pennsylvanian Pool in Lea County, New Mexico, to include only the Cisco and Canyon formations and redesignate the pool as the Anderson Ranch-Cisco Canyon Pool.
- (h) CONTRACT the vertical limits of the High Plains-Permo Pennsylvanian Pool in Lea County, New Mexico, to include only the Wolfcamp, Cisco, Canyon and Strawn formations and redesignate the pool as the High Plains-Permo Upper Pennsylvanian Pool.
- (i) EXTEND the Anderson Ranch-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM Section 14: N/2

(j) EXTEND the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM Section 9: N/2 Section 10: NW/4

(k) EXTEND the Baish-Cisco Pool in Lea County, New Mexico, to include:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 20: N/2 Section 21: W/2

(1) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 14: NE/4 Section 24: E/2

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM Section 19: SW/4

(m) EXTEND the South Corbin-Morrow Gas Pool in Lea County, New Mexico, to include;

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 31: N/2

(n) EXTEND the DK-Abo Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 13: SE/4

(o) EXTEND the EK-Yates-Seven Rivers-Queen Pool in Lea County, New Mexico, to include:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 13: NE/4

(p) EXTEND the Eumont-Yates-Seven Rivers-Queen Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 13: SW/4

(q) EXTEND the East Gem-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 34: S/2

(r) EXTEND the East Gem-Strawn Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM Section 30: E/2

(s) EXTEND the Goodwin-Abo Pool in Lea County, New Mexico, to include:

TOWNSHIP 18 SOUTH, RANGE 36 EAST, NMPM Section 36: SE/4 TOWNSHIP 18 SOUTH, RANGE 37 EAST, NMPM Section 31: SW/4

TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM Section 1: NE/4

(t) EXTEND the East Grama Ridge-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM Section 33: SW/4

TOWNSHIP 22 SOUTH, RANGE 35 EAST, NMPM Section 4: N/2

(u) EXTEND the Hardy-Tubb-Drinkard Pool in Lea County, New Mexico, to include:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM Section 4: SE/4

(v) EXTEND the Johnson Ranch-Wolfcamp Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM

- (w) EXTEND the Kemnitz-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 12: S/2

(x) EXTEND the West La Rica-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 32: E/2 (y) EXTEND the Northeast Lea-Delaware Pool in Lea County, New Mexico, to include:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM Section 33: SW/4

(z) EXTEND the Littman-Seven Rivers Pool in Lea County, New Mexico, to include:

TOWNSHIP 21 SOUTH, RANGE 38 EAST, NMPM Section 17: NW/4

(aa) EXTEND the Northeast Lovington-Pennsylvanian Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 10: NE/4 Section 11: NW/4

(bb) EXTEND the North Lusk-Strawn Pool in Lea County, New Mexico, to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 28: SW/4

(cc) EXTEND the South McCormack-Silurian Pool in Lea County, New Mexico, to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 22: S/2

(dd) EXTEND the Monument-Abo Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 7: NE/4

(ee) EXTEND the North Monument-Abo Pool in Lea County, New Mexico, to include:

TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM Section 14: SW4

(ff) EXTEND the Southeast Monument-Abo Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 9: NW/4 (gg) EXTEND the Monument-Paddock Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 10: SW/4

(hh) EXTEND the Ojo Chiso-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 26: S/2

(ii) EXTEND the West Ojo Chiso-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 21: W/2

(jj) EXTEND the West Osudo-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM Section 35: SE/4

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 1: Lots 1, 2, 3, 4, 5, 6, 7, and 8

(kk) EXTEND the Pearl-Bone Spring Pool in Lea County, New Mexico, to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM Section 26: NW/4

(ll) EXTEND the Quail Ridge-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 34 EAST, NMPM Section 19: W/2

(mm) EXTEND the Querecho Plains-Queen Associated Pool in Lea County, New Mexico, to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 15: SE/4 Section 22: NE/4 (nn) EXTEND the West Red Tank-Delaware Pool in Lea County, New Mexico, to include:

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM Section 31: W/2

(oo) EXTEND the Sanmal-Pennsylvanian Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 33: NE/4

(pp) EXTEND the West Sawyer-San Andres Pool in Lea County, New Mexico, to include:

TOWNSHIP 10 SOUTH, RANGE 37 EAST, NMPM Section 2: NW/4 Section 3: NE/4

(qq) EXTEND the Shoebar-Atoka Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 23: W/2

(rr) EXTEND the Northeast Shoebar-Strawn Pool in Lea County, New Mexico, to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 7: S/2

(ss) EXTEND the Tatum-Upper Pennsylvanian Pool in Lea County, New Mexico, to include:

TOWNSHIP 13 SOUTH, RANGE 36 EAST, NMPM Section 8: NW/4

(tt) EXTEND the Teague-Ellenburger Pool in Lea County, New Mexico, to include:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 23: SW/4

(uu) EXTEND the Tres Papalotes-Atoka Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM Section 27: S/2 (vv) EXTEND the North Vacuum-Atoka-Morrow Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 15: N/2 Section 19: S/2

(ww) EXTEND the East Warren-Drinkard Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 26: SE/4

(xx) EXTEND the East Warren-Tubb Pool in Lea County, New Mexico, to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 24: E/2

TOWNSHIP 20 SOUTH, RANGE 39 EAST, NMPM Section 18: SW/4 Section 19: NW/4

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