<u>CASE 12564</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting vertical and horizontal limits, redesignating, and extending certain pools in Lea and Roosevelt Counties, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the Aqueduct-San Andres Pool. The discovery well is the Beach Exploration Inc. Laughlin Well No. 1 located in Unit L of Section 19, Township 19 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM Section 19: SW4

(b) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Delaware production and designated as the South Bell Lake-Delaware Pool. The discovery well is the Kaiser Francis Oil Company Bell Lake Well No. 20 located in Unit G of Section 6, Township 24 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM Section 6: NE/4

(c) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the Hightower-San Andres Pool. The discovery well is the C. W. Trainer Tower Well No. 2 located in Unit M of Section 23, Township 12 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 12 SOUTH, RANGE 33 EAST, NMPM Section 23: SW/4

(d) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the North Leamex-Wolfcamp Pool. The discovery well is the Marathon Oil Company Stingray 10 State Well No. 1 located in Unit J of Section 10, Township 17 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 10: SE/4

(e) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Strawn production and designated as the West Pawnee-Strawn Gas Pool. The discovery well is the Prize Operating Company 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 Wolfcamp production and designated as the South Pitchfork Ranch-Wolfcamp Pool. The discovery well is the EOG Resources Inc. Javelina 17 Federal Well No. 3 located in Unit L of Section 17, Township 25 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 34 EAST, NMPM Section 17: SW/4

(g) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Drinkard production and designated as the Northeast Vacuum-Drinkard Pool. The discovery well is the Southwestern Energy Production Company Bimini 13 State Well No. 2 located in Unit L of Section 13, Township 17 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 13: SW/4

(h) EXTEND the Austin-Permo Upper Pennsylvanian Pool in Lea County, New Mexico to include:

TOWNSHIP 14 SOUTH, RANGE 36 EAST, NMPM Section 17: NE/4

(i) EXTEND the South Bell Lake-Atoka Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM Section 5: W/2

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

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 33: N/2 and SW/4

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

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

(I) EXTEND the Bluitt-San Andres Associated Pool in Roosevelt County, New Mexico to include:

TOWNSHIP 8 SOUTH, RANGE 37 EAST, NMPM Section 16: NW/4

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

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM Section 7: SW/4

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

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 32: S/2

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

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 23: E/2 Section 24: SW/4

(p) EXTEND the Southwest Diamondtail-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 17: S/2 Section 20: NE/4

(q) EXTEND the Draper Mill-Wolfcamp Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 33 EAST, NMPM Section 16: SE/4

(r) EXTEND the EK-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 25: NW/4

(s) EXTEND the Southwest Eunice-San Andres Pool in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 16: SW/4

(t) EXTEND the North Feather-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 17: NE/4 and S/2

(u) EXTEND the East Gem-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 13: S/2 Section 24: NE/4

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

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 25: E/2

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

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

(x) **EXTEND the North Hardy-Strawn Pool in Lea County, New Mexico to include:**

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 25: NE/4 and S/2

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

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 25: W/2 and SE/4 Section 36: N/2 NW/4

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 30: SW/4

(z) EXTEND the Hat Mesa-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM Section 28: SW/4 Section 33: NW/4

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

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 34: E/2

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

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM Section 3: NW/4

(cc) CONTRACT the vertical limits of the Lovington-Pennsylvanian Pool in Lea County, New Mexico to include only the Cisco, Canyon and Strawn formations and redesignate the pool as the Lovington-Upper Pennsylvanian Pool.

- (dd) CONTRACT the vertical limits of the West Lovington-Pennsylvanian Pool in Lea County, New Mexico to include only the Cisco, Canyon and Strawn formations and redesignate the pool as the West Lovington-Upper Pennsylvanian Pool.
- (ee) EXTEND the West Lovington-Upper Pennsylvanian Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 21: SE/4 Section 28: NE/4

(ff) EXTEND the West Lovington-Strawn Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 5: Lots 3 and 4

(gg) EXTEND the West Lovington-Upper San Andres Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 13: NE/4

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

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 7: SW/4 Section 18: NW/4

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

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 29: SE/4

(jj) EXTEND the Maljamar-Paddock Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 21: N/2 Section 22: NW/4

(kk) EXTEND the West Midway-Upper Pennsylvanian Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 11: SW/4 Section 14: NW/4

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

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 5: SW/4

(mm) EXTEND the West Nadine-Tubb Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 17: NW/4

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

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 17: E/2

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

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM Section 34: N/2 Section 35: W/2

(pp) EXTEND the North Pearl-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM Section 25: S/2 and NE/4

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

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

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

(rr) EXTEND the West Red Tank-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 33 EAST, NMPM Section 30: SW/4

(ss) EXTEND the South Sand Dunes-Bone Spring Pool in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 31: SE/4

(tt) EXTEND the East Sand Dunes-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM

Section 7: W/2

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

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 21: N/2 and SE/4

(vv) EXTEND the North Shoe Bar-Devonian Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 16: E/2 and SW/4

(ww) EXTEND the North Shoe Bar-Strawn Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 14: NE/4

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

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

(yy) EXTEND the Skaggs-Drinkard Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 11: SW/4

(zz) EXTEND the North Teague-Lower Paddock-Blinebry Associated Pool in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 5: SE/4

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 35: E/2 and SW/4

(bbb) EXTEND the Teas-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM Section 2: N/2 Section 11: NW/4

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 21: SE/4 **Section 28: E/2**

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

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 4: S/2 Section 7: N/2

(eee) EXTEND the North Vacuum-Atoka-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 5: N/2

(fff) EXTEND the Northeast Vacuum-Blinebry Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 13: SW/4

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

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 5: SE/4 Section 8: N/2

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 5: NE/4 Section 9: SE/4 Section 23: SE/4 Section 26: E/2

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

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 19: S/2

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

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

(jjj) CONTRACT the Weir-Drinkard Pool in Lea County, New Mexico by the deletion of the following described acreage:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 22: SE/4 Section 24: W/2 Section 25: NW/4 Section 26: N/2 Section 27: NE/4

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(kkk) EXTEND the Weir-Drinkard Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 9: SE/4

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

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 14: N/2

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