

south of Loving, New Mexico.

CASE 12710: Continued from August 23, 2001, Examiner Hearing.

Application of Chesapeake Exploration L.P. for a determination that its interest is not subject to Division Order R-11580. Applicant seeks a determination by the Division that its interest in the NW/4 of Section 31, Township 15 South, Range 36 East, Lea County, New Mexico is not subject to Division Order R-11580, which is a compulsory pooling order pooling "all uncommitted mineral interest" obtained by David H. Arrington Oil & Gas Inc. covering the NW/4 and the SE/4 NW/4 of this section and dedicated to Arrington's Royal Simulator Well No. 1 (API No. 30-025-35284). The well is located approximately 2 miles north of the center of the City of Lovington, New Mexico.

CASE 12737: In the matter of the hearing called by the Oil Conservation Division 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 Strawn production and designated as the Cedar Lake Reef-Strawn Gas Pool. The discovery well is the EOG Resources, Inc. Oak Lake "25" Federal Well No. 1 located in Unit D of Section 25, Township 17 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 25: NW/4

- (b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the Crow Flats-Strawn Gas Pool. The discovery well is the Devon "SFS", Inc. Crow Flat "20" Federal Com. Well No. 1 located in Unit K of Section 20, Township 16 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM

Section 20: W/2

- (c) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Crow Flats-Wolfcamp Pool. The discovery well is the Mack Energy Corporation Elk "22" Federal Well No. 1 located in Unit D of Section 22, Township 16 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM

Section 22: NW/4

- (d) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Pre-Permian production and designated as the Northwest Foor Ranch-Pre-Permian Gas Pool. The discovery well is the Yates Petroleum Corporation Filaree "AEL" Federal Well No. 4 located in Unit M of Section 33, Township 8 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM

Section 33: S/2

- (e) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Pre-Permian production and designated as the Southwest Foor Ranch-Pre-Permian Gas Pool. The discovery well is the Keno

“AWK” State Well No. 2 located in Unit J of Section 4, Township 10 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM

Section 4: E/2

- (f) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Wolfcamp production and designated as the Foor Ranch-Wolfcamp Pool. The discovery well is the Yates Petroleum Corporation Zane “ABS” Federal Well No. 3 located in Unit G of Section 15, Township 9 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 26 EAST, NMPM

Section 15: NE/4

- (g) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Morrow production and designated as the North Hackberry-Morrow Gas Pool. The discovery well is the OXY USA WTP Limited Partnership Hackberry “6” Federal Com. Well No. 2 located in Lot 6 of Section 6, Township 19 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM

Section 6: W/2

- (h) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Wolfcamp production and designated as the South Leslie Spring-Wolfcamp Gas Pool. The discovery well is the Pecos River Operating, Inc. Nichols Dales Federal Well No. 9 located in Unit G of Section 33, Township 7 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 7 SOUTH, RANGE 26 EAST, NMPM

Section 33: N/2

- (i) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Southwest McMillan-Wolfcamp Pool. The discovery well is the Pogo Producing Company McMillan “24” State Well No. 1 located in Unit P of Section 24, Township 20 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 26 EAST, NMPM

Section 24: SE/4

- (j) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Pennsylvanian production and designated as the Milner Lake-Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation Morton “SZ” Federal Well No. 5 located in Unit J of Section 10, Township 8 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 25 EAST, NMPM

Section 10: E/2

- (k) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Glorieta-Yeso production and designated as the Northwest Red Lake-Glorieta-Yeso Pool. The discovery well is the SDX Resources, Inc. Boggy State Well No. 1 located in Unit P of Section 36, Township 17 South, Range 26 East, NMPM.