

- (q) EXTEND the Shipp-Strawn Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 4: SW/4
Section 5: SE/4

- (r) EXTEND the South Vacuum-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM
Section 16: NE/4

~~██████████~~ In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, assigning a discovery allowable, 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 Cisco/Canyon production and designated as the Upper Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Agave "AAJ" State Well No. 2 located in Unit K of Section 32, Township 19 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM
Section 32: S/2
Section 33: All

- (b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the West Dagger Draw-Wolfcamp Gas Pool. The discovery well is the Yates Petroleum Corporation Alexander "AHX" Federal Well No. 1 located in Unit C of Section 33, Township 19 South, Range 24 East, NMPM. Said pool would comprise:

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

- (c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Hart Draw-Atoka Gas Pool. The discovery well is the Newbourne Oil Company Federal R Well No. 1 located in Unit M of Section 17, Township 17 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM
Section 17: S/2

- (d) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Los Medanos-Delaware Pool. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM
Section 16: SW/4

In addition, the discovery well for said Los Medanos-Delaware Pool, the Yates Petroleum Corporation, Medano "VA" State Well No. 1 located in Unit K of Section 16, Township 23 South, Range 31 East, NMPM, is entitled to and should receive a bonus discovery allowable in the amount of 21,090 barrels of oil to be assigned over a two year period.

- (e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Palmillo Draw-Atoka Gas Pool. The discovery well is the Chevron USA, Inc. Artesia State Com. Well No. 3 located in Unit F of Section 23, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM
Section 23: N/2

- (f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the Palmillo Draw-Strawn Gas Pool. The discovery well is the Mondo Drilling Company Alscott Federal Well No. 1 located in Unit G of Section 31, Township 18 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM
Section 31: N/2

- (g) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Russell-Bone Spring Pool. The discovery well is the Slate Oil & Gas Corporation Indigo Federal Well No. 1 located in Unit L of Section 13, Township 20 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM
Section 13: SW/4

- (h) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Delaware production and designated as the Serpentine Bends-Delaware Gas Pool. The discovery well is the Yates Energy Corporation Sidewinder Well No. 1 located in Unit F of Section 20, Township 24 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM
Section 20: NW/4

- (i) EXTEND the Bandana Point-Strawn Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 23 SOUTH, RANGE 23 EAST, NMPH.
Section 27: W/2
- (j) EXTEND the Burton-Delaware Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPH.
Section 18: SE/4
- (k) EXTEND the North Burton Flat-Atoka Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPH.
Section 22: N/2
- (l) EXTEND the East Burton Flat-Strawn Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPH.
Section 22: N/2
- (m) EXTEND the Cabin Lake-Delaware Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPH.
Section 2: NE/4
- (n) EXTEND the East Catclaw Draw-Delaware Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPH.
Section 8: SE/4
- (o) EXTEND the South Dagger Draw-Upper Pennsylvanian Association Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPH.
Section 12: S/2
- (p) EXTEND the Elkins-San Andres Gas Pool in Chaves County, New Mexico, to include therein:
TOWNSHIP 7 SOUTH, RANGE 28 EAST, NMPH.
Section 25: SW/4
- (q) EXTEND the Frontier Hills-Strawn Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPH.
Section 21: W/2
- (r) EXTEND the East Loving-Delaware Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPH.
Section 13: SW/4
Section 22: NW/4
- (s) EXTEND the Millman-Grayburg Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPH.
Section 24: NE/4
- (t) EXTEND the Parkway-Bone Spring Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPH.
Section 34: SW/4
- (u) EXTEND the Parkway-Delaware Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPH.
Section 2: NE/4
- (v) EXTEND the Pierce Crossing-Bone Spring Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPH.
Section 19: NE/4
- (w) EXTEND the Red Lake Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:
TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPH.
Section 21: N/2

- (x) EXTEND the West Sand Dunes-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM.
Section 16: W/2

- (y) EXTEND the Tamano-Bone Spring Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM.
Section 10: NE/4