Dockets Nos. 1-85 and 2-85 are tentatively set for January 3 and January 16, 1985. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - DECEMBER 19, 1984

8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Gilbert P. Quintana, Examiner, or Michael E. Stogner, Alternate Examiner:

Consideration of the allowable production of gas for January, 1985, from ALLOWABLE: (1) fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.

> (2) Consideration of the allowable production of gas for January, 1985, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 8426: Application of McClellan Oil Corporation for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Snake Eyes Unit Area comprising 9,946.34 acres, more or less, of State, Federal and Fee lands in Township 14 South, Ranges 20 and 21 East.

Application of McClellan Oil Corporation for a unit agreement, Chaves County, New Mexico. CASE 8427: Applicant, in the above-styled cause, seeks approval of the Flying "H" Unit Area comprising 18,301.69 acres, more or less, of State, Federal and Fee lands in Townships 14 and 15 South, Ranges 19 and 20 East.

TASE 8387: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Arroyo Del Mancho Unit Area comprising 25,214.78 acres, more or less, of State, Federal and Fee lands in Townships 4, 5, and 6 South, Ranges 21 and 22 East.

CASE 8388: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the Five Mile Draw Unit Area comprising 6,457.74 acres, more or less, of State, Federal and Fee lands in Townships 4, 6, and 7 South, Ranges 23 and 24 East.

CASE 8389: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

Applicant, in the dove-styled cause, seeks approval of the Huggins Draw Unit Area comprising 29,351.91 acres, more or less, of State, Federal and Fee lands in Townships 4 and 5 South, Ranges 22, 23, and 24 East.

CASE 8410: (Continued from November 28, 1984, Examiner Hearing)

Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.
Applicant, in the above-styled cause, seeks approval of the Madewell Anticline Unit Area comprising 39,278.45 acres, more or less, of State, Federal and Fee lands in Townships 12, 13, and 14 South. Ranges 21 and 22 East.

CASE 8423: (Continued and Readvertised)

Application of Braden-Deem, Inc. for a waterflood project, Roosevelt County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the San Andres formation by the injection of water in the perforated interval from approximately 4189 feet to 4382 feet in its State "DB" Well No. 6 located 660 feet from the South and West lines (Unit M) of Section 25, Township 7 South, Range 33 East, NMPM, Chaveroo-San Andres Pool, Chaves County.

CASE 8428: Application of Jubilee Energy Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware Sand formation in the perforated interval from 4854 feet to 4872 feet in its Exxon "A' Federal Well No. 2 located 1980 feet from the South and West lines of Section 27, Township 24 South, Range 32 East.

Page 2 of 9 Docket No. 47-84

CASE 8429: Application of Exxon Corporation for a pressure maintenance project, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks authority to institute a pressure maintenance project in the Cruz-Delaware Pool by the injection of water into the Ramsey Sand member of the Bell Canyon formation through its New Mexico State "DL" Well No. 3 located 990 feet from the South line and 330 feet from the West line of Section 17, Township 23 South, Range 33 East.

Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico.
Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 660 feet
from the North and East lines of Section 32, Township 19 South, Range 24 East, Morrow formation, the
N/2 of said Section 32 to be dedicated to the well.

<u>CASE 8431</u>: Application of Yates Petroleum Corporation for an unorthodox gas well location, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 600 feet from the South and East lines of Section 8, Township 18 South, Range 25 East, Morrow formation, the S/2 of said Section 8 to be dedicated to the well.

CASE 8432: Application of Marbob Energy Corporation for three unorthodox oil well locations, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of three unorthodox oil well locations as follows:

2310' FNL and 25' FWL SW/4 NW/4 (Unit E)

1425' FNL and 330' FEL SE/4 NE/4 (Unit H)

1425' FNL and 1345' FEL SW/4 NE/4 (Unit G)

All in Section 14, Township 17 South, Range 29 East, Grayburg-Jackson Pool.

CASE 8433: Application of Marbob Energy Corporation for an exception to General Rule 104-F and for infill well findings, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 104F of the Division's General Rules and Regulations within portions of Sections 10, 11, 17, and 27 and all of Sections 14, 15, 16, 21, 22, and 28, all in Township 17 South, Range 29 East, NMPM, Grayburg-Jackson Pool, to provide for wells to be located not nearer than 10 feet to the quarter-quarter section line nor nearer than 330 feet to lands owned by an offset operator and to also permit the optional drilling and production of more than one well on a proration unit, such wells being necessary to effectively and efficiently drain the reserves under said proration unit.

Application of Stevens Operating Corporation for compulsory pooling, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface down to and including the base of the San Andres formation underlying the SW/4 SW/4 of Section 10, Township 9 South, Range 29 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 8435: Application of Coastal Oil & Gas Corporation for compulsory pooling and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Devonian formation underlying the S/2 of Section 6, Township 13 South, Range 35 East, to be dedicated to a well to be drilled at an unorthodox gas well location 1650 feet from the South line and 660 feet from the West line of said Section 6 and pooling all mineral interests from the top of the Wolfcamp to the base of the Atoka formation underlying the NW/4 SW/4 of said Section 6, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Application of Sage Energy Company for an unorthodox gas well location, Eddy County, New Mexico.

Applicant, in the above-styled cause, seeks approval of an unorthodox gas well location 660 feet from the South and West lines of Section 8, Township 19 South, Range 24 East, Antelope Sink-Upper Pennsylvanian Pool, the S/2 of said Section 8 to be dedicated to the well.

Application of Champlin Petroleum Company for two waterflood projects, Chaves County, New Mexico.
Applicant, in the above-styled cause, seeks authority to institute a waterflood project on its State 5-8-33 Lease by the injection of water into the San Andres formation through the perforated interval from 4223 feet to 4401 feet in its State 5-8-33 Well No. 5 located 1980 feet from the North and East lines (Unit G) of Section 5, and to also institute a waterflood project on its State 5-A Lease by the injection of water into the San Andres formation through the perforated interval from 4216 feet to 4398 feet in its State 5-A Well No. 1 located 660 feet from the North line and 1980 feet from the West line (Unit C) of said Section 5, both wells located in Township 8 South, Range 33 East, NMPM, Chaveroo-San Andres Pool, Chaves County.

Docket Nos. 43-84 and 44-84 are tentatively set for November 14 and 28, 1984. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - OCTOBER 31, 1984

8 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Michael E. Stogner, Examiner, or Gilbert P. Quintana, Alternate Examiner:

- CASE 8386: Application of Pelto Oil Company for a unit agreement, Santa Fe County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of the Pinon Unit Area comprising 50,000 acres, more or less, of State, Federal and Fee lands in Townships 13 and 14 North, Ranges 8 and 9 East.
- CASE 8387: Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of the Arroyo Del Macho Unit Area comprising 25,214.78 acres, more or less, of State, Federal and Fee lands in Townships 4, 5, and 6 South, Ranges 21 and 22 East.
- CASE 8388: Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of the Five Mile Draw Unit Area comprising 6,457.74 acres, more or less, of State, Federal and Fee lands in Townships 4, 6, and 7 South, Ranges 23 and 24 East.
- CASE 8389: Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of the Huggins Draw Unit Area comprising
 29,351.91 acres, more or less, of State, Federal and Fee lands in Townships 4 and 5 South, Ranges
 22, 23, and 24 East.
- CASE 8390: Application of Yates Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Wolfcamp formation through the base of the Morrow formation underlying the E/2 of Section 11, Township 19 South, Range 23 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8226: (Continued from October 17, 1984, Examiner Hearing)

Application of Doyle Hartman for HARDSHIP GAS WELL CLASSIFICATION, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its South Empire State Com Well No. 1 located in Unit M of Section 24, Township 17 South, Range 28 East, South Empire-Morrow Gas Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

CASE 8359: (Continued from October 17, 1984, Examiner Hearing)

Application of Doyle Hartman for the reinstatement of cancelled underproduction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order to reinstate the cancelled underproduction assigned to the existing 320-acre non-standard gas proration unit comprised of the S/2 of Section 17, Township 24 South, Range 37 East, Jalmat Gas Pool, and dedicated to its Late Thomas Wells Nos. 1, 2, and 3 located in Units M, L, and J, respectively, of said Section 17.

CASE 8360: (Continued from October 17, 1984, Examiner Hearing)

Application of Doyle Hartman for reinstatement of cancelled underproduction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order to reinstate the cancelled underproduction assigned to the existing 80-acre non-standard gas proration unit comprised of the E/2 SW/4 of Section 36, Township 23 South, Range 36 East, Jalmat Gas Pool, and dedicated to its Maralo State Well No. 1 located in the SE/4 SW/4 of said Section 36.

CASE 8361: (Continued from October 17, 1984, Examiner Hearing)

Application of Doyle Hartman for the reinstatement of cancelled underproduction, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order to reinstate the cancelled underproduction assigned to the existing 80-acre non-standard gas proration unit comprised of the SE/4 NW/4 and SW/4 NE/4 of Section 36, Township 24 South, Range 36 East, Jalmat Gas Pool, and dedicated to its Custer State Well No. 1 located in the SW/4 NE/4 of Section 36.

CASE 8391: Application of Stevens Operating Corporation for an unorthodox well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 2310 feet from the South line and 1760 feet from the East line of Section 19, Township 8 South, Range 29 East, to test the Fusselman formation, the S/2 of said Section 19 to be dedicated to the well.

- CASE 8392: Application of Moroilco Incorporated for salt water disposal, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation in the perforated interval from 2,888 feet to 3,000 feet in its Guajalote "A" State Well No. 1 located in Section 5, Township 19 South, Range 29 East.
- CASE 8393: Application of Fluid Waste, Inc. for salt water disposal, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Bone Spring formation in its Dorstate Well No. 1 located in Section 27, Township 25 South, Range 28 East.
- CASE 8383: (Continued from October 17, 1984, Examiner Hearing)

Application of TXO Production Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Drinkard and Strawn formations underlying the E/2 SE/4 and all mineral interests in all other formations from the surface to 11,500 feet underlying the NE/2 SE/4 of Section 33, Township 16 South, Range 37 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- CASE 8394: Application of Pennzoil Company for compulsory pooling and an unorthodox location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Pennsylvanian formation underlying the W/2 of Section 1, Township 17 South, Range 34 East, to be dedicated to a well to be drilled at an unorthodox location 1320 feet from the North line and 1980 feet from the West line of said Section 1. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8395: Application of Merrion Oil & Gas Company for compulsory pooling, Rio Arriba County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Undesignated Gallup and Dakota formations underlying the S/2 of Section 24, Township 24 North, Range 2

 West, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8217: (Continued from October 17, 1984, Examiner Hearing)

Application of Curtis J. Little for HARDSHIP GAS WELL CLASSIFICATION, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a determination that its Federal Com Well No. 2E located in Unit N of Section 11, Township 28 North, Range 13 West, Basin-Dakota Pool, is a hardship gas well which should be granted priority access to pipeline takes in order to avoid waste.

- CASE 8396: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating 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 Cisco and Canyon production and designated as the North Anderson Ranch-Cisco Canyon Pool. The discovery well is the H. L. Brown, Jr. State 32 Well No. 1 located in Unit P of Section 32, Township 15 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 32: SE/4

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM Section 2: Lots 1, 2, 7, and 8

(b) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the West Pitchfork Ranch-Atoka Gas Pool. The discovery well is the HNG Oil Company Madera Ridge 25 Federal Com Well No. 1 located in Unit L of Section 25, Township 24 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 33 EAST, NMPM Section 25: W/2

Dockets Nos. 46-84 and 1-85 are tentatively set for December 19, 1984 and January 3, 1985. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 28, 1984
8:00 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Michael E. Stogner, Examiner, or Gilbert P. Quintana, Alternate Examiner:

<u>CASE 8387</u>: (Continued from October 31, 1984, Examiner Hearing)

Application of Inexco 011 Company for a unit agreement, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the Arroyo Del Macho Unit Area comprising
25.214.78 acres, more or less, of State, Federal and Fee lands in Townships 4, 5, and 6 South, Ranges
21 and 22 East.

CASE 8388: (Continued from October 31, 1984, Examiner Hearing)

Application of Inexco 0:1 Company for a unit agreement, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the Five Mile Draw Unit Area comprising 6,457.74 acres, more or less, of State, Federal and Fee lands in Townships 4, 6, and 7 South, Ranges 23 and 24 East.

CASE 8389: (Continued from October 31, 1984, Examiner Hearing)

Application of Inexco Oil Companyfor a unit agreement, Chaves County, New Mexico.

Applicant, in the above-styled cause, seeks approval of the Huggins Draw Unit Area comprising
29,351.91 acres, more or less, of State, Federal and Fee lands in Townships 4 and 5 South, Ranges
22, 23, and 24 East.

- CASE 8410: Application of Inexco Oil Company for a unit agreement, Chaves County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of the Madewell Anticline Unit Area comprising 39,278.45 acres, more or less, of State, Federal and Fee lands in Townships 12, 13, and 14 South, Ranges 21 and 22 East.
- CASE 8411: Application of GGC, Inc. for an oil treating plant permit, Lea County, New Mexico.

 Applicant, in the above-styled Cause, seeks authority for the construction and operation of an oil treating plant for the purpose of treating and reclaiming sediment oil at a site in Section 29, Township 9 South, Range 33 East.
- Application of Chama Petroleum Company for compulsory pooling, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 15, Township 19 South, Range 25 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- Application of Union Texas Petroleum for exemption from the New Mexico Natural Gas Pricing Act, (NMPA).

 Applicant, in the above-styled cause, seeks the exemption from the NMPA of certain infill wells in the Basin-Dakota, Tapacito-Pictured Cliffs, Blanco Mesaverde, Ballard-Pictured Cliffs, Fulcher Kutz-Pictured Cliffs, and Aztec-Pictured Cliffs Pools of Northwest New Mexico as provided in Section 62-7-5 NMSA, 1978. To be considered will be the granting of these exemptions from the date of the filing of the application. A list of wells for which exemptions are being sought may be obtained by contacting the Oil Conservation Division's Santa Fe office.
- CASE 8408: (Continued from November 14, 1984, Examiner Hearing)

Application of Union Texas Petroleum Corporation for approval of infill drilling, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks a finding that the Culpepper-Martin Well No. 1E located in the SE/4 SE/4 of Section 31, Township 32 North, Range 12 West, is necessary to effectively and efficiently drain that portion of an existing proration unit in the Blanco Mesaverde Pool which cannot be so drained by the two existing wells on the unit.

CASE 8390: (Continued from November 14, 1984, Examiner Hearing)

Application of Yates Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the top of the Wolfcamp formation through the base of the Morrow formation underlying the E/2 of Section 11, Township 19 South, Range 23 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

- Application of Harvey E. Yates Company for salt water disposal, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation in the perforated intervals from 3285 feet to 3308 feet in its Stebbins Deep Federal Well No. 4 located in the NE/4 NE/4 of Section 30, Township 20 South, Range 29 East.
- CASE 8415: Application of Conoco Inc. for compulsory pooling, a non-standard proration unit and an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Abo formation underlying the N/2 N/2 of Section 12, Township 20 South, Range 37 East, to be dedicated to a well drilled at an unorthodox location 990 feet from the North line and 1980 feet from the East line of said Section 12. Applicant further seeks approval of a 160-acre non-standard gas proration unit comprising the N/2 N/2 of said Section 12. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.
- CASE 8416: Application of Phillips Oil Company for an unorthodox oil well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of an unorthodox well location 1300 feet from the North line and 1500 feet from the East line of Section 24, Township 17 South, Range 29 East, Grayburg-Jackson Pool.
- Application of Phillips Oil Company for an unorthodox well location, Eddy County, New Mexico.

 Applicant, in the above-styled cause, seeks approval of an unorthodox well location 330 feet from the North line and 2580 feet from the West line of Section 23, Township 17 South, Range 29 East, Grayburg-Jackson Pool.
- CASE 8418: Application of Phillips Oil Company for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into certain wells on its Keely A Federal, Keely B Federal, Keely C Federal, Burch BB Federal, Burch C Federal, and Dexter Federal leases, Grayburg-Jackson Pool, in portions of Sections 23, 24, 25 and 26 of Township 17 South, Range 29 East, and portions of Sections 19, 24, and 30, Township 17 South, Range 30 East. Applicant further seeks an administrative approval procedure for waterflood expansion and unorthodox locations.
- CASE 8406: (Continued and Readvertised)

Application of Greenwood Resources, Inc. for compulsory pooling and an unorthodox well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Lower Gallup formation for any formation or pool with 80-acre spacing underlying the N/2 NE/4 of Section 18, Township 29 North, Range 14 West, to be dedicated to a well to be drilled at an unorthodox location 990 feet from the North line and 360 feet from the East line of said Section 18. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.

Application of TXO Production Company for compulsory pooling, Lea County, New Mexico.

Applicant, in the above-styled cause, seeks an order pooling all mineral interests from the surface to the base of the Strawn formation for any formation or pool on 160-acre spacing underlying the SW/4 of Section 12, Township 16 South, Range 35 East, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well.