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(d) Extend the Casey-Strawn Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 26: S/2

(e) EXTEND the Hobbs-Blinebry Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM Section 33: SW/4

(f) Extend the Northeast Lovington-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 10: NE/4

(g) Extend the Maljamar Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 13: SE/4 Section 23: NW/4

(h) Extend the Monument-Blinebry Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 8: SE/4

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

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 32: SE/4 Section 33: SW/4

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM Section 5: N/2

(j) Extend the South Shoe Bar-Atoka Gas Pool in Lea County, New Mexico, to include therein:

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

(k) Extend the West Tonto-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 7: NW/4

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DOCKET: COMMISSION HEARING - THURSDAY - FEBRUARY 18, 1988

9:00 A.M. - MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

CASE 7980: (Reopened)

In the matter of Case 7980 being reopened by the Oil Conservation Commission on its own motion for the amendment of Rule 2(a) of Order No. R-7407-E, Rio Arriba County, New Mexico. The Commission seeks to clarify the language in Rule 2(a) of the Temporary Special Rules and Regulations for the Gavilan-Mancos Oil Pool as promulgated by Division Order No. R-7407, as amended.

____CASE 9316:

In the matter of the hearing called by the Oil Conservation Division on its own motion to reconsider the agreement reached by the Potash-Oil and Gas Study Committee on November 23, 1987, to revise, amend, and recodify Order No. R-111, as amended, to consider the following:

1. Changing the area covered by the order to coincide with the Known Potash Leasing Area (KPLA) as determined by the Bureau of Land Management;

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- 2. Expanding and contracting said area by the pool nomenclature procedure rather than by further amendments to Order No. R-111;
- 3. Changing casing-cementing requirements of Order No. R-111-A;

4. Adopting directional drilling procedures;

5. Revising notice requirements for proposed drilling wells;

6. Revising notice requirements of mining operations and proposed mining operations; and

7. Adopting and including any other provisions which may be advisable.

The aforementioned KPLA consists presently of all or parts of:

Township 18 South, Range 30 East Township 19 South, Ranges 29 through 34 East Township 20 South, Ranges 29 through 34 East Township 21 South, Ranges 29 through 34 East Township 22 South, Ranges 28 through 34 East Township 24 South, Ranges 29 through 31 East Township 25 South, Ranges 31 East

all in Eddy and Lea Counties, New Mexico. Said area extends approximately 50 miles east of Carlsbad, New Mexico and South of Maljamar, New Mexico for approximately 50 miles.

CASE 9111: (Continued and Readvertised)

Application of Benson-Montin-Greer Drilling Corporation for the expansion of the BMG West Puerto Chiquito-Markos Pressure Maintenance Project Area, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks the expansion of the BMG West Puerto Chiquito-Markos Pressure Maintenance Project Area as promulgated by Division Order No. R-3401, as amended, to include certain lands in Townships 24, 25, and 26 North, Range 1 West. The center of this area is located approximately 25 miles north of Cuba, New Mexico.

<u>CASE 9073</u>: (De Novo) (Continued and Readvertised) Application of Mallon Oil Company for the reinstatement of oil production allowables and an exception to the provisions of Division General Rule 502 for certain wells located in the Gavilan-Mancos Oil Pool, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an order reinstating the oil allowables which should have been assigned to the following described wells, all in Township 25 North, Range 2 West, Gavilan-Mancos Oil Pool, for the months of January, February, March and April, 1986. Applicant further seeks an exemption to the provisions of Division General Rule 502 which limit the period of time an operator is given to make up any over-production of oil and casinghead gas:

Howard Federal "1" Well No. 8 located in Unit H of Section 1; Howard Federal "1" Well No. 11 located in Unit K of Section 1; Fisher Federal "2" Well No. 1 located in Unit A of Section 2; Ribeyowids Federal "2" Well No. 16 located in Unit P of Section 2; and, Johnson Federal "12" Well No. 5 located in Unit E of Section 12.

The aforementioned wells are located in an area approximately 9 miles north by east of Lindrith, New Mexico. Upon application of Mallon Oil Company, this case will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 8863: (De Novo) In the matter of Case 8863 being reopened upon application of Alana Oil and Gas Corporation to vacate or modify Division Order No. R-8210 entered in said Case 8863, Rio Arriba County, New Mexico. Applicant seeks to complete or recomplete the following wells which were ordered plugged pursuant to the provisions of said Order No. R-8210:

Samantha Well No. 1 located 1580' FSL - 1202' FWL (Unit L), Samantha Well No. 2 located 1985' FSL - 2290' FWL (Unit K), Samantha Well No. 3 located 1105' FSL - 2490' FWL (Unit N),

all in Section 26, Township 28 North, Range 1 East; and

Alana Well No. 1 located 511' FSL - 2144' FWL (Unit N) of Section 11, Township 27 North, Range 1 East.

All of the above-described locations are projections of the U.S. Geological Survey into the unsurveyed Tierra Amarilla Land Grant. These wells are all located in an area approximately 2 to 3 miles west of the southern end of the El Vado Reservoir.

Upon application of Suntex Energy Corporation and Alana Oil and Gas Corporation, this case will be heard De Novo pursuant to the provisions of Rule 1220. Page 3 of 3 Commission Hearing - Thursday - February 18, 1988 DOCKET NO. 6-88

CASE 8864: (De Novo)

In the matter of Case 8864 being reopened upon the application of Suntex Energy Corporation to vacate or modify Division Order No. R-8223 entered in said Case 8864, Rio Arriba County, New Mexico. Applicant seeks to complete or recomplete the following wells which were ordered plugged pursuant to the provisions of said Order No. R-8223:

Suntex Well No. 1 located 1824' FNL - 570' FWL (Unit E) of Section 26, Suntex Well No. 2 located 660' FSL - 365' FEL (Unit P) of Section 22, Suntex Well No. 3 located 1858' FNL - 1800' FWL (Unit F) of Section 14, Suntex Well No. 4 located 935' FNL - 1650' FWL (Unit C) of Section 23, Suntex Well No. 5 located 2004' FSL - 2310' FWL (Unit K) of Section 11, and Suntex Well No. 6 located 1980' FSL - 660' FWL (Unit L) of Section 23,

all in Township 28 North, Range 1 East, as projected into the unsurveyed Tierra Amarilla Land Grant and are located in an area approximately 2 to 3 miles west of the northern end of the El Vado Reservoir.

Upon application of Suntex Energy Corporation and Alana Oil and Gas Corporation, this application will be heard De Novo pursuant to the provisions of Rule 1220.

CASE 9074: (De Novo) In the matter of Case 9074 being reopened upon application of Suntex Energy Corporation to vacate or modify Division Order No. R-8404 entered in said Case 9074, Rio Arriba County, New Mexico. Applicant seeks to complete or recomplete the following wells formerly operated by Texas Rose Petroleum, Inc. which were ordered plugged pursuant to the provisions of said Order No. R-8404:

Well No. 1 located 1824' FSL - 1778' FEL (Unit J) of Section 14, Well No. 2 located 618' FSL - 2418' FWL (Unit N) of Section 14, Well No. 3 located 967' FSL - 2148' FWL (Unit N) of Section 11, Well No. 7 located 990' FSL - 2310' FEL (Unit O) of Section 14, and Well No. 8 located 2310' FS and WL (Unit K) of Section 14,

all on the El Poso Ranch Lease in Township 28 North, Range 1 East, as projected into the unsurveyed Tierra Amarilla Land Grant and are located in an area approximately 2 to 3 miles west of the northern end of the El Vado Reservoir.

Upon application of Suntex Energy Corporation and Alana Oil and Gas Corporation, this case will be heard De Novo pursuant to the provisions of Rule 1220.