

NEW POOLS

It is recommended that a new oil pool be created and designated as the East Flying M-San Andres Pool.

Vertical limits to be the San Andres formation and the horizontal limits should be as follows: As outlined in Paragraph (a) Exhibit I

Discovery well was Dwight A. Tipton Robinson 14 Well No. 1 located in Unit P Section 14 Township 9 Range 33 and was completed on May 2, 1988. Top of perforations is at 4,616 feet.

It is recommended that a new _____ pool be created and designated as the _____ Pool.

Vertical limits to be the _____ formation and the horizontal limits should be as follows: _____

Discovery well was _____ located in Unit _____ Section _____ Township _____ Range _____ and was completed on _____. Top of perforations is at _____ feet.

It is recommended that a new _____ pool be created and designated as the _____ Pool.

Vertical limits to be the _____ formation and the horizontal limits should be as follows: _____

Discovery well was _____ located in Unit _____ Section _____ Township _____ Range _____ and was completed on _____. Top of perforations is at _____ feet.

CASE NO. 9442

EXHIBIT I

CASE 9442: 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 County, 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 East Flying M-San Andres Pool. The discovery well is the Dwight A. Tipton Robinson 14 Well No. 1 located in Unit P of Section 14, Township 9 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM
Section 14: SE/4

(b) EXTEND the North Anderson Ranch-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM
Section 21: E/2

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

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 13: S/2

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM
Section 16: W/2
Section 18: SW/4

(d) EXTEND the Grayburg Jackson Seven Rivers-Queen-Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM
Section 30: NW/4

(e) EXTEND the North Hume-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM
Section 5: Lots 9, 10, 15, 16, and
SE/4

(f) EXTEND the West Lusk-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM
Section 29: NW/4

(g) EXTEND the Scharb-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM
Section 3: E/2

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

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM
Section 2: S/2 and NE/4
Section 11: W/2

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

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM
Section 1: Lots 1, 2, 7, and 8

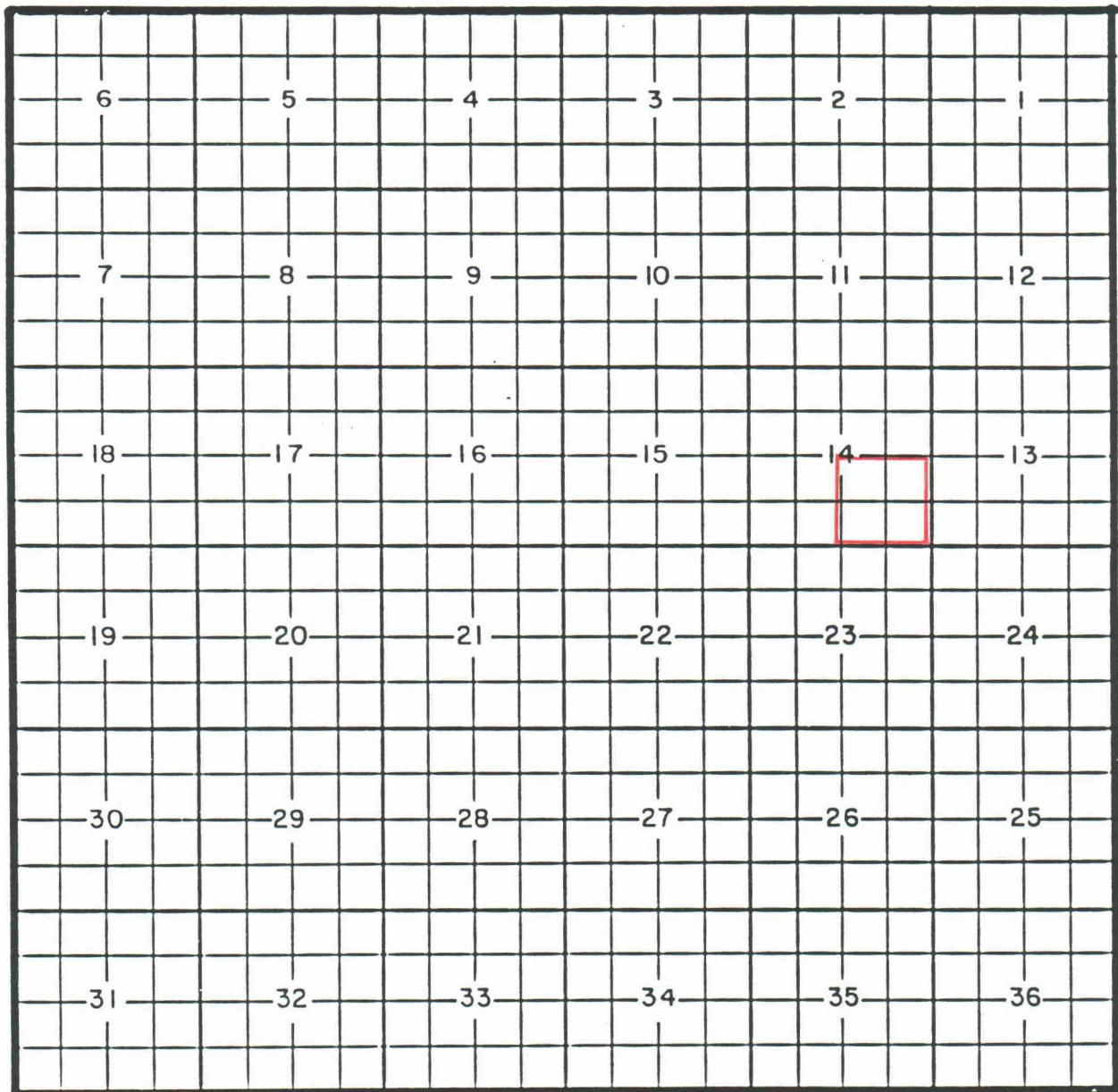
COUNTY LEA

POOL EAST FLYING M-SAN ANDRES

TOWNSHIP 9 South

RANGE 33 East

NMPM



PURPOSE: One completed oil well capable of producing.

Dwight A. Tipton Robinson 14 Well No. 1 located in Unit P of Section 14.

Township 9 South, Range 33 East, NMPM. It was completed May 2, 1988, in the San Andres formation. The top of the perforations is at 4,616 feet.

Proposed pool boundary outlined in red. Section 14: SE/4

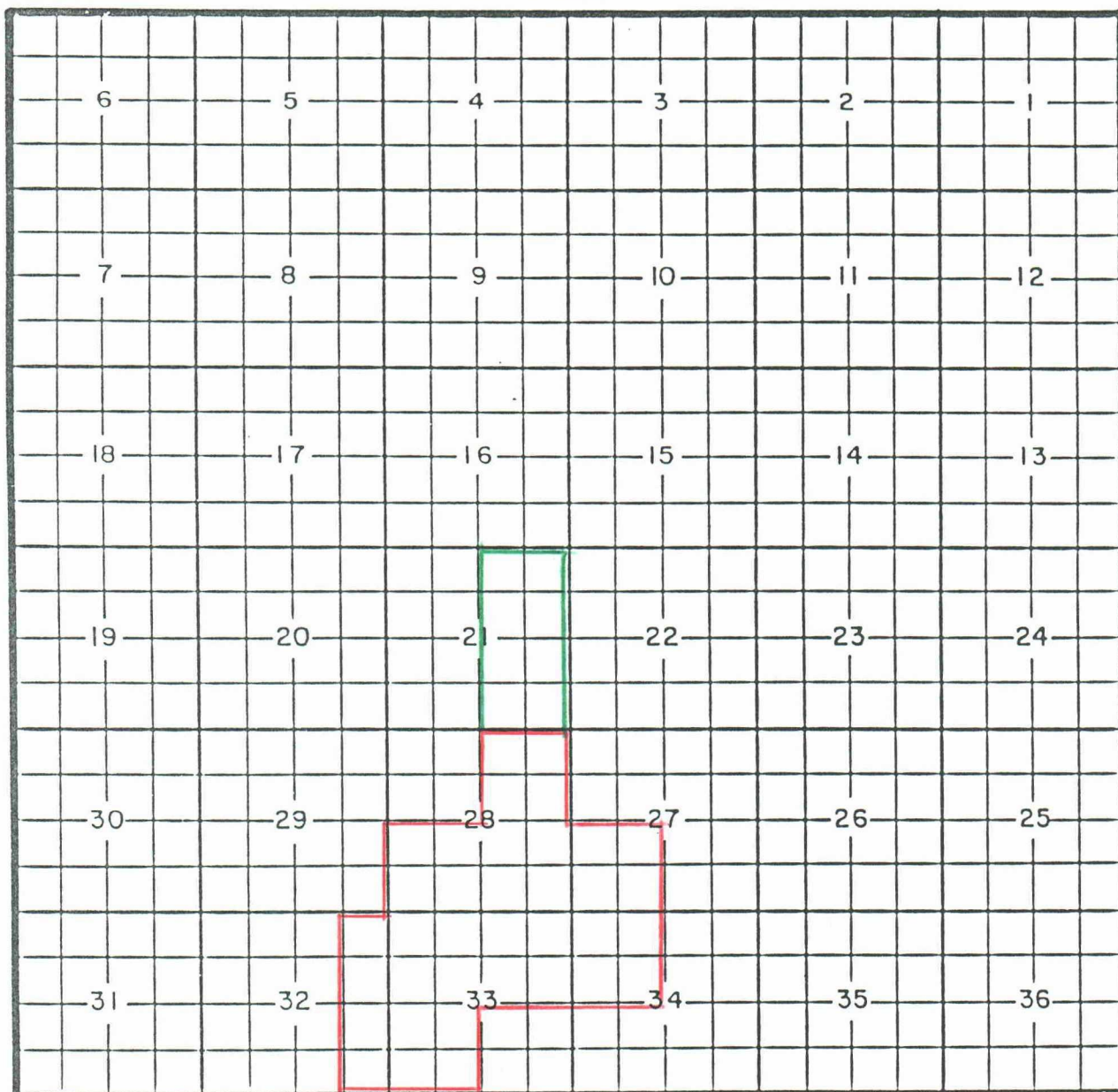
COUNTY LEA

POOL NORTH ANDERSON RANCH-WOLFCAMP

TOWNSHIP 15 South

RANGE 32 East

NMPM



PURPOSE: One completed oil well capable of producing.

Santa Fe Energy Operating Partners L.P. UTP Well No. 2 located in Unit C of Section 21, Township 15 South, Range 32 East, NMPM. It was completed June 7, 1988, in the Wolfcamp formation. The top of the perforations is at 9,816 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 21: E/2

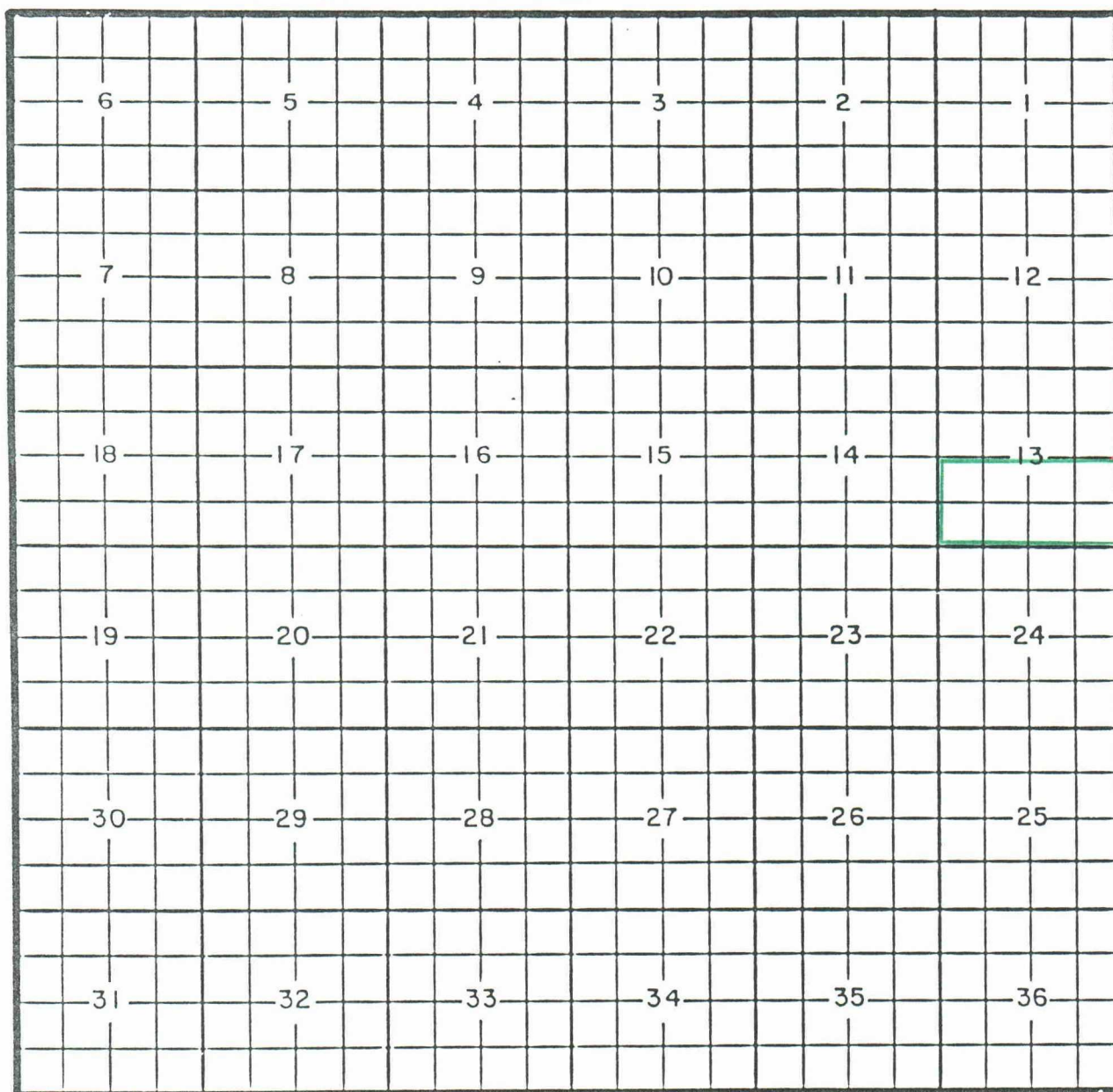
COUNTY LEA

POOL SOUTH CORBIN-WOLFCAMP

TOWNSHIP 18 South

RANGE 32 East

NMPM



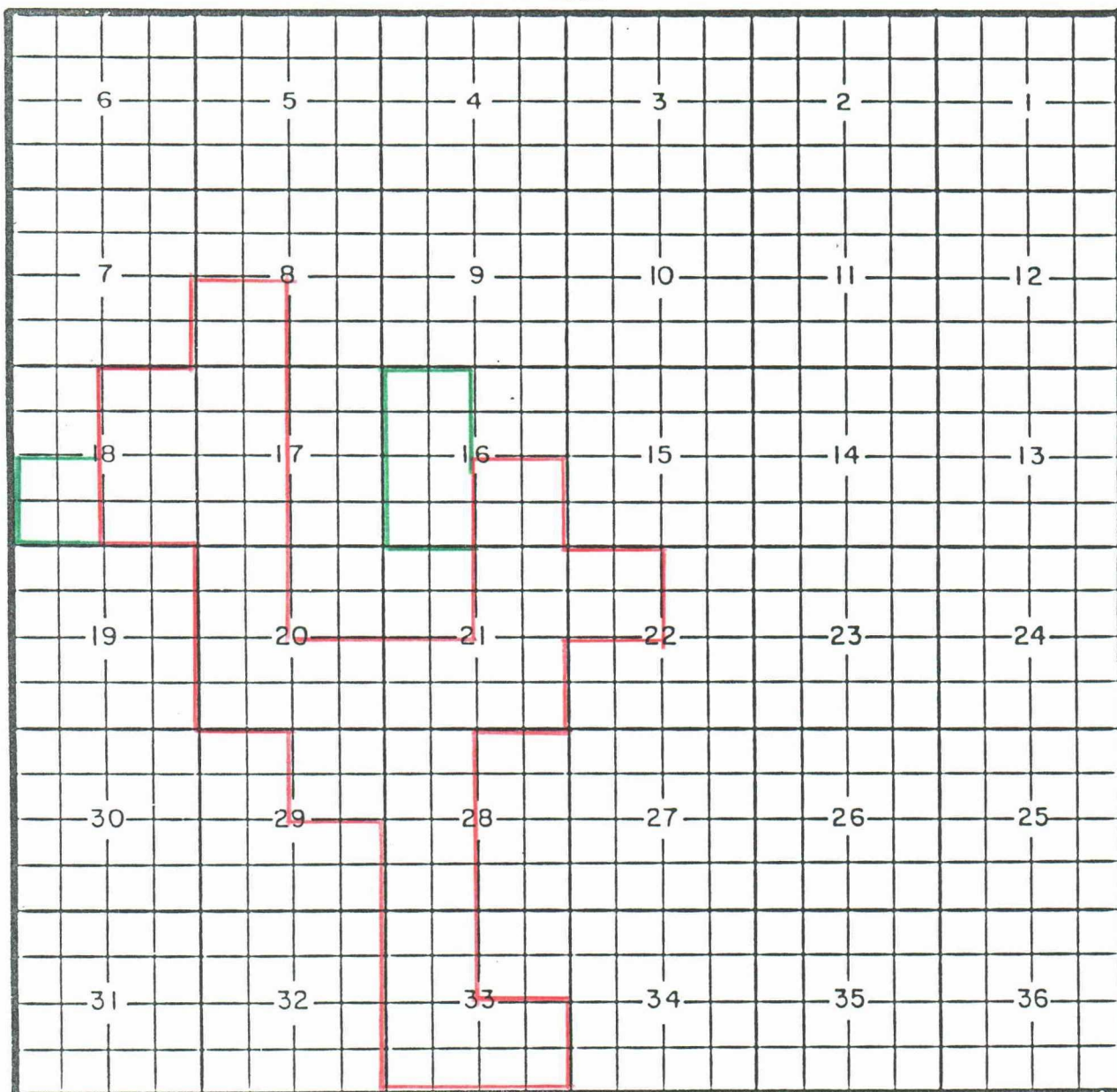
PURPOSE: One completed oil well capable of producing.

Meridian Oil Inc. Shinnery Federal Well No. 1 located in Unit K of Section 13, Township 18 South, Range 32 East, NMPM. It was completed May 17, 1988, in the Wolfcamp formation. The top of the perforations is at 11,200 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 13: S/2

NMPM



Meridian Oil Inc. Corbin State Well No. 1 located in Unit F of Section 16,
Township 18 South, Range 33 East, NMPM. It was completed June 13, 1988, in
the Wolfcamp formation. The top of the perforations is at 10,908 feet.

Proposed pool extension outlined in green. Section 16: W/2

Section 8: SW/4

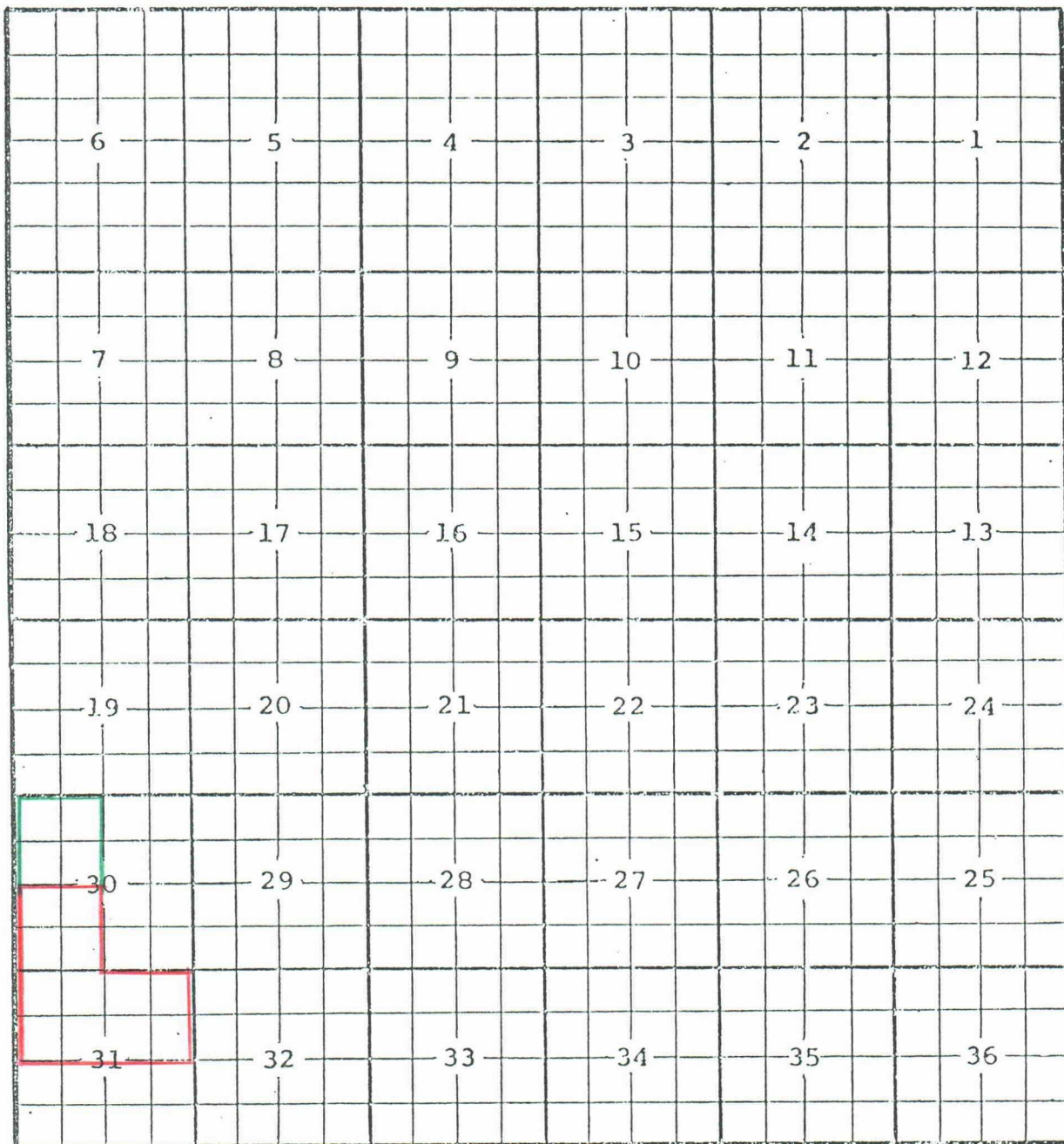
COUNTY LEA

POOL GRAYBURG JACKSON SEVEN RIVERS-QUEEN-GRAYBURG-SAN ANDRES

TOWNSHIP 16 South

RANGE 32 East

NMPM



PURPOSE: One completed oil well capable of producing.

Anadarko Petroleum Company Taylor Well No. 5 located in Unit E of Section 30, Township 16 South, Range 32 East, NMPM. It was completed June 10, 1988, in the Queen formation. The top of the perforations is at 3,904 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 30: NW/4

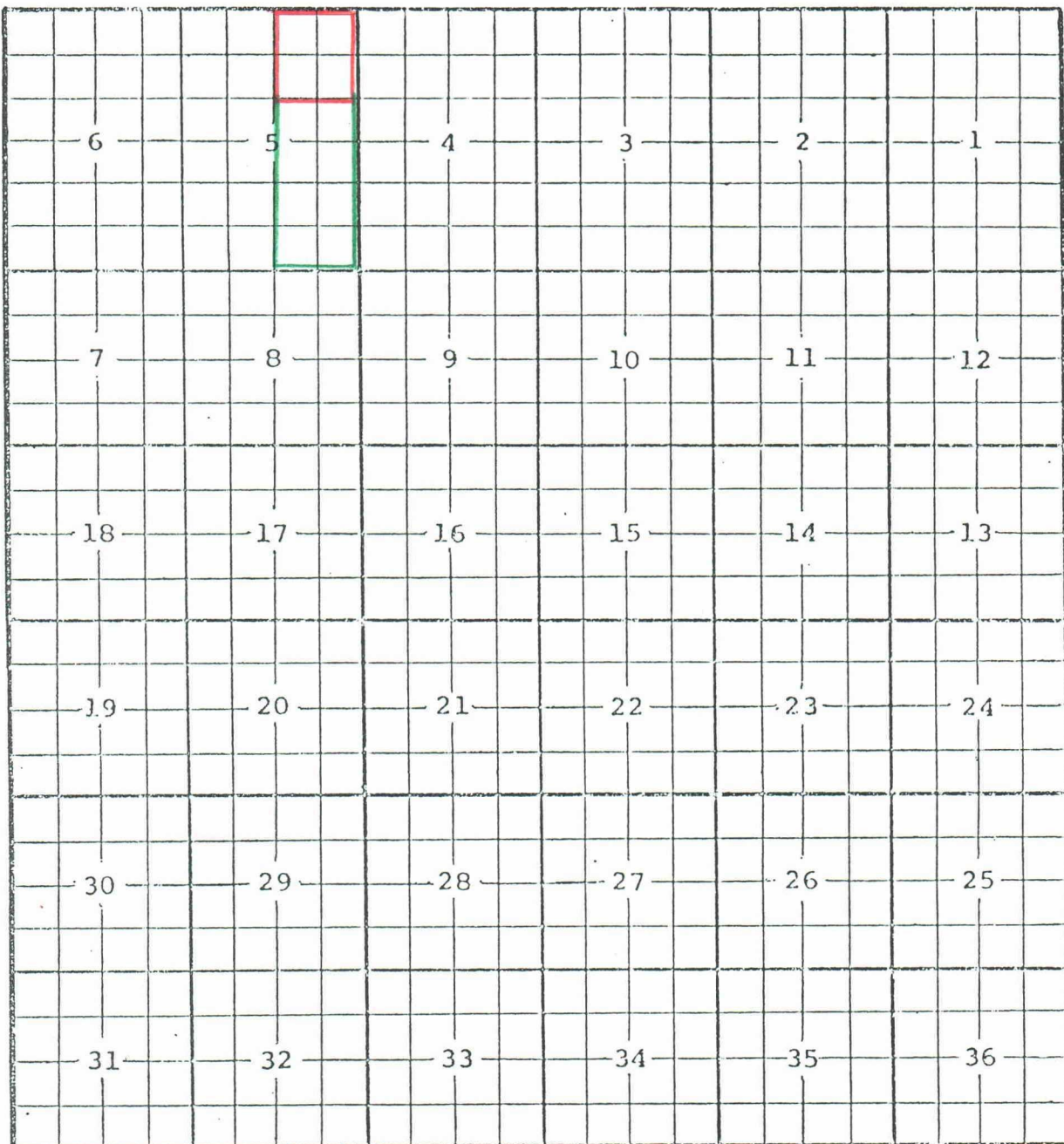
COUNTY LEA

POOL NORTH HUME-WOLFCAMP

TOWNSHIP 16 South

RANGE 34 East

NMPM



PURPOSE: One completed oil well capable of producing.

Santa Fe Energy Operating Partners L.P. Humble Hume 5 State Well No. 1

located in Unit W of Section 5, Township 16 South, Range 34 East, NMPM.

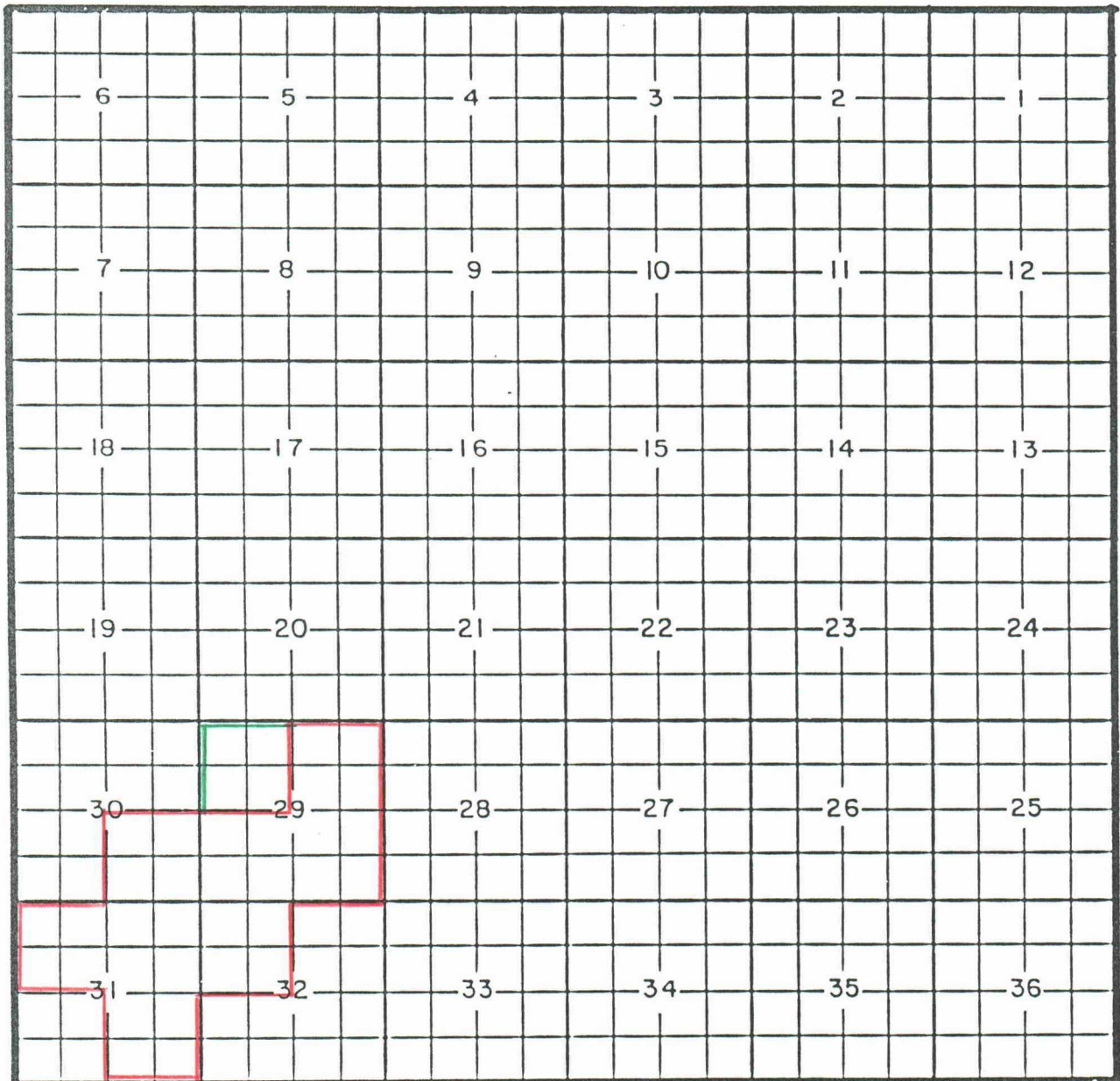
It was completed April 17, 1988, in the Wolfcamp formation. The top of the perforations is at 10,070 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 5: Lots 9, 10, 15 and 16 and SE/4

COUNTY LEA POOL WEST LUSK-DELAWARE

TOWNSHIP 19 South RANGE 32 East NMPM



PURPOSE: One completed oil well capable of producing.

Damson Oil Corporation Southern California Federal Well No. 7 located in Unit F of Section 29, Township 19 South, Range 32 East, NMPM. It was completed April 24, 1988, in the Delaware formation. The top of the perforations is at 6,429 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section: NW/4

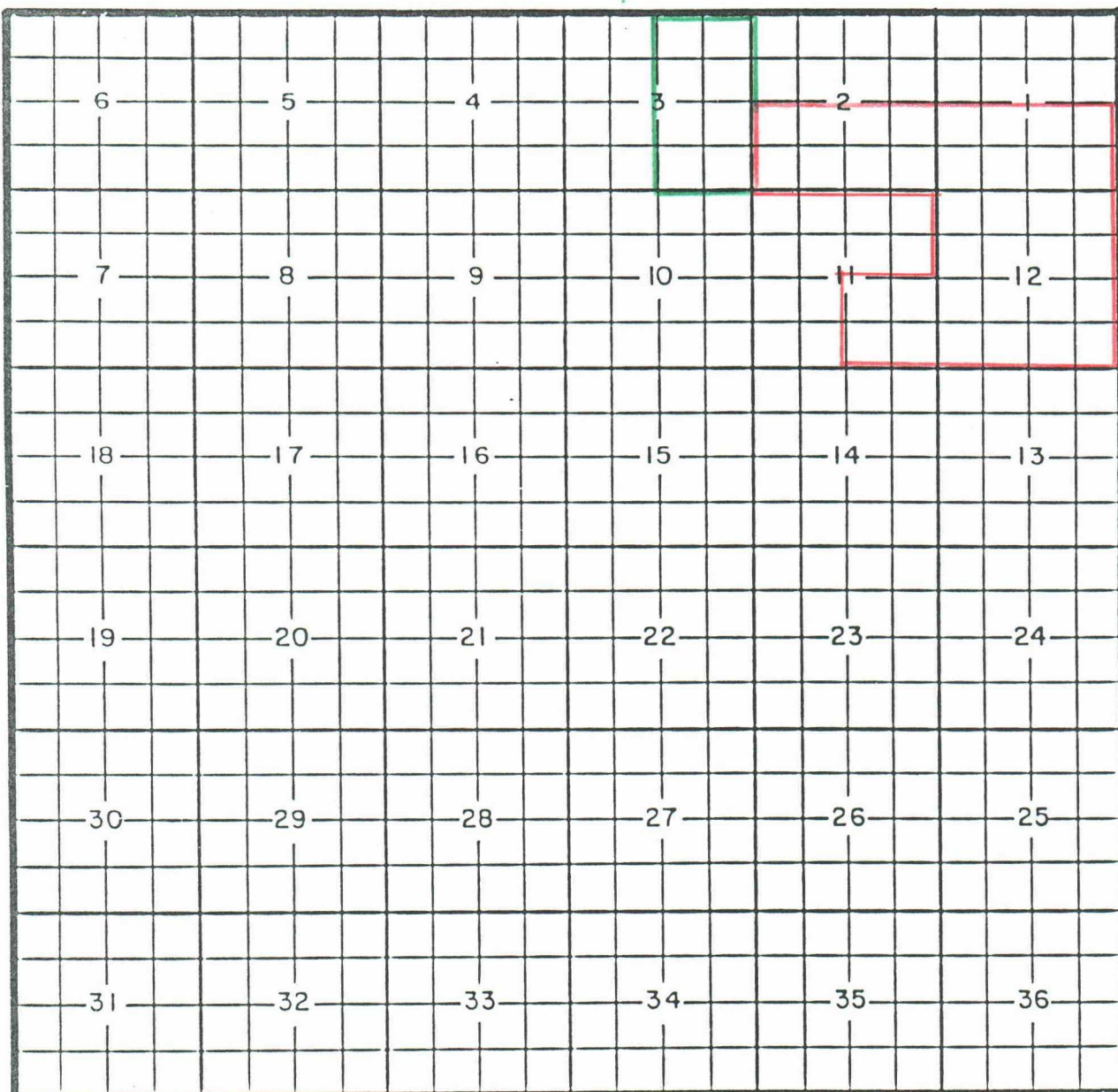
COUNTY LEA

POOL SCHARB-BONE SPRING

TOWNSHIP 19 South

RANGE 34 East

NMPM



PURPOSE: One completed oil well capable of producing.

Coquina Oil Corporation New Mexico B State Well No. 1 located in Unit H of Section 3, Township 19 South, Range 34 East, NMPM. It was completed May 11, 1988, in the Bone Spring formation. The top of the perforations is at 8,530 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 3: E/2

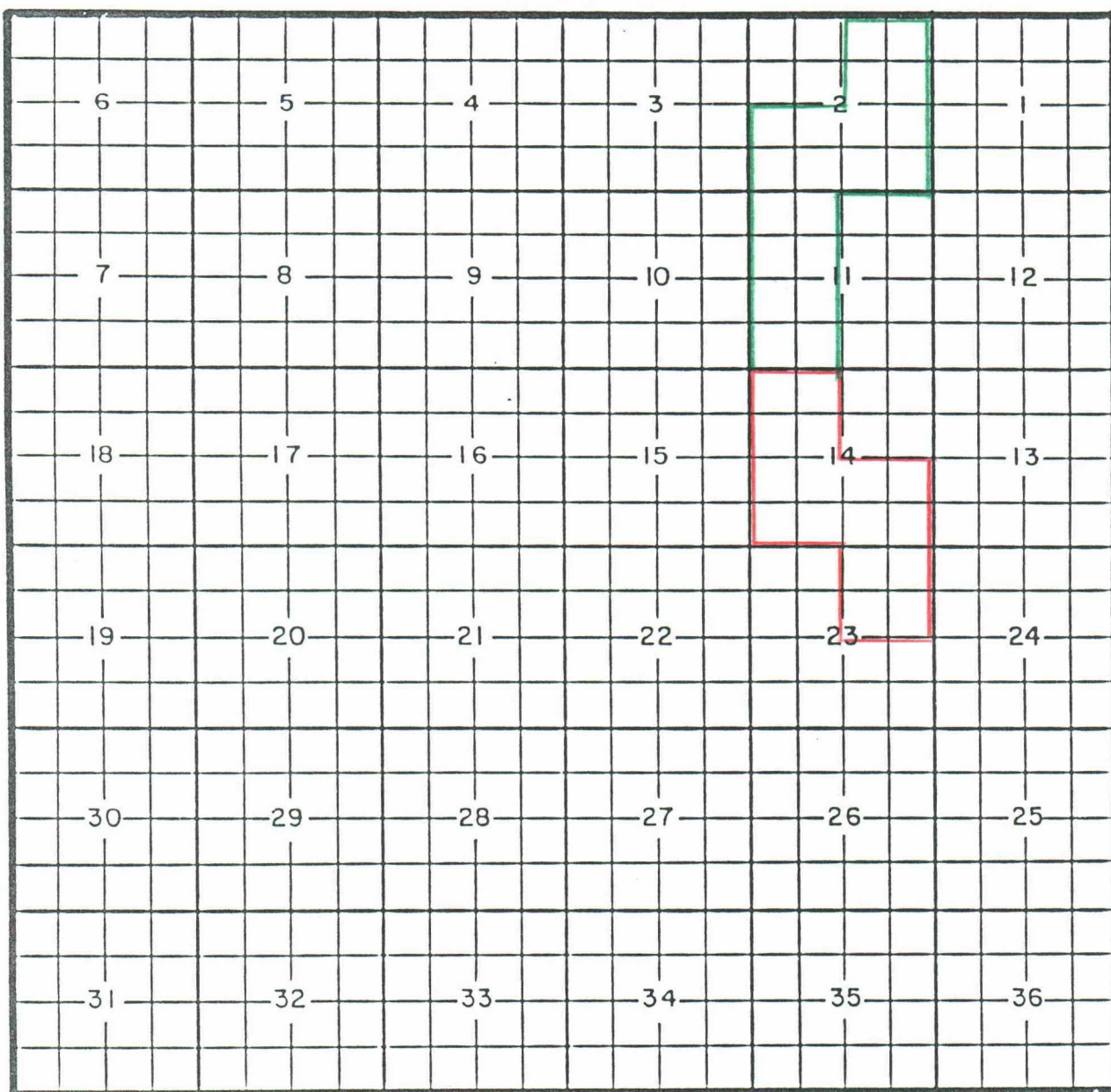
COUNTY LEA

POOL TEAS-BONE SPRING

TOWNSHIP 20 South

RANGE 33 East

NMPM



PURPOSE: Two completed oil wells capable of producing.

Grace Petroleum Corp. Smith Ranch Fed Well No. 1 located in Unit E of Section 11, Township 20 South, Range 33 East, NMPM. It was completed May 29, 1988 in the Bone Spring formation. The top of the perforations is at 9,380 feet.

BTA Oil Producers Gem 8705 JV-P Well No. 1 located in Unit B of Section 2, Township 20 South, Range 33 East, NMPM. It was completed May 12, 1988 in the Bone Spring formation. The top of the perforations is at 10,105 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 2: S/2 and NE/4; Sec. 11: W/2

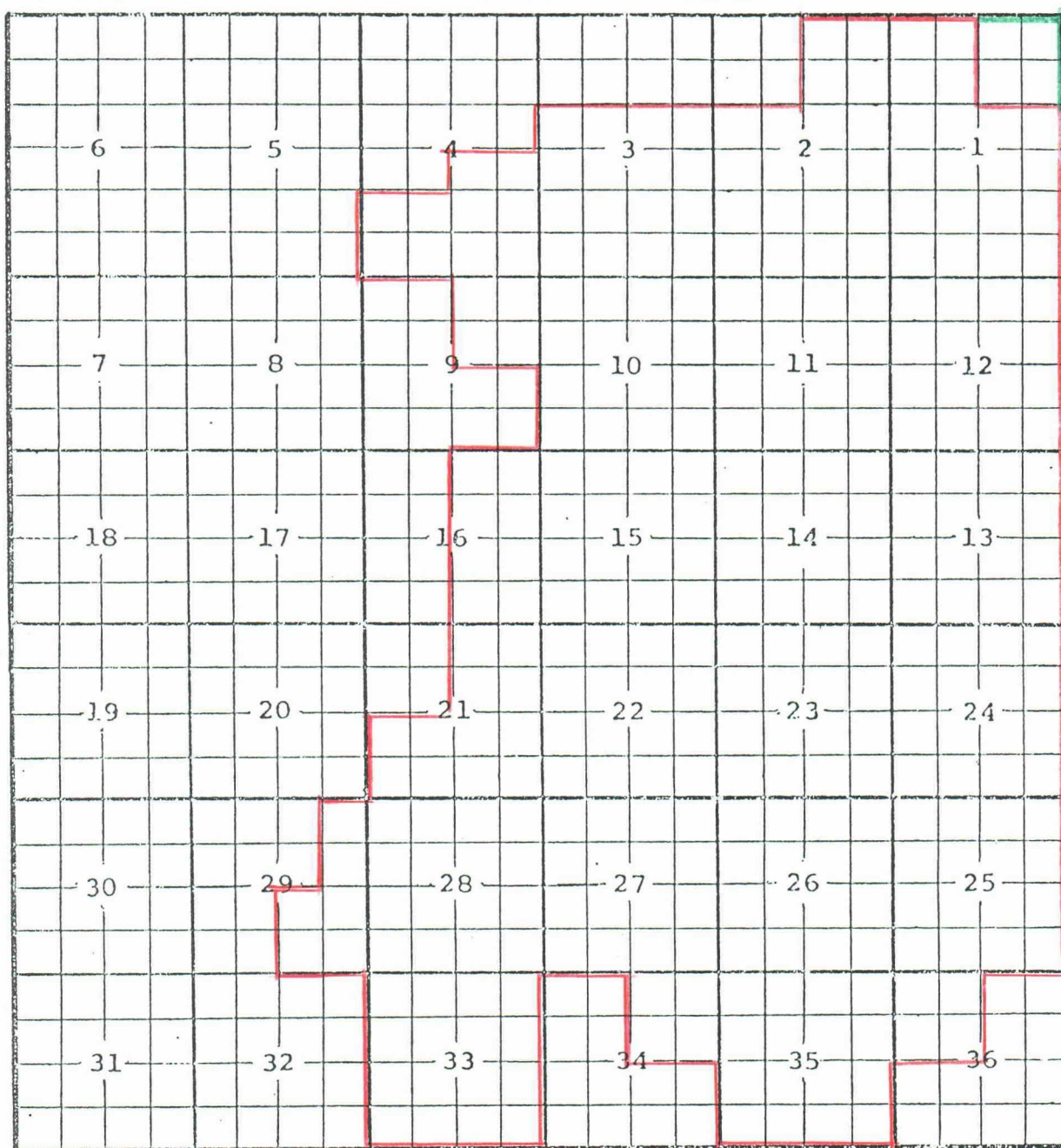
COUNTY LEA

POOL WANTZ-ABO

TOWNSHIP 21 South

RANGE 37 East

NMPM



PURPOSE: One completed oil well capable of producing.

Bravo Energy Inc. Dauron Well No. 4 located in Unit G of Section 1, Township 21 South, Range 37 East, NMPM. It was completed May 5, 1988, in the Abo formation. The top of the perforations is at 7,210 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 1: Lots 1, 2, 7 and 8