

CASE 11758: Application of Bass Enterprises Production Company to drill and simultaneous dedication, or in the alternative, simultaneous dedication and unorthodox well location, Eddy County, New Mexico. Applicant seeks to drill its Turkey Track "2" State Well No. 2 at an orthodox location. Said well is to be simultaneously dedicated with the existing Turkey Track "2" State Well No. 1 to a standard 320-acre proration unit comprising the E/2 of Section 2, Township 19 South, Range 28 East. Alternatively, if Division Administrative Order NSL-3745 approving Mewbourne's application for an unorthodox location for its Scanlon Draw "35" State Well No. 1 is upheld in pending Case No. 11713, applicant seeks the corresponding unorthodox location (660 feet from the North line and 1980 feet from the East line) for its Turkey Track "2" Well No. 2 in Unit B of the E/2 of Section 2, Township 19 South, Range 28 East, and the simultaneous dedication of said well to the proration unit comprising the E/2 of Section 2. Said area is located approximately 12 miles east-northeast of Lakewood, New Mexico.

CASE 11761: Application of Manzano Oil Corporation for an unorthodox oil well location, Lea County, New Mexico. Applicant seeks approval to drill its "SV" Kim Harris Well No. 3 at an unorthodox oil well 242 feet from the North line and 2148 feet from the East line (Unit B), of Section 12, Township 16 South, Range 36 East, the N/2 NE/4 of said Section 12 to be dedicated to the well. The well will be drilled to a depth of approximately 11,800 feet to the Strawn formation, Northeast Lovington Pennsylvania Pool. Said unit is located approximately 2 miles east of Lovington, New Mexico.

CASE 11713: (Continued from March 20, 1997, Examiner Hearing.)

Application of Bass Enterprises Production Company and Santa Fe Energy Company for the rescission of Division Administrative Order No. NSL-3745, Eddy County, New Mexico. Applicants seek the rescission of Division Administrative Order No. NSL-3745, which authorized Mewbourne Oil Company to drill its Scanlon Draw "35" State Well No. 1 at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 35, Township 18 South, Range 28 East, to test the North Turkey Track-Morrow Gas Pool formation within a standard 320-acre gas spacing and proration unit comprising the W/2 of said Section 35. Said unit is located approximately 12.5 miles southwest of Loco Hills, New Mexico.

CASE 11759: In the matter of the hearing called by the Oil Conservation Division upon its own motion 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 an oil pool for San Andres production and designated as the South Chisum-San Andres Pool. The discovery well is the Marbob Energy Corporation Katie Elder State Well No. 1 located in Unit J of Section 36, Township 11 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 27 EAST, NMPM

Section 36: SE/4

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the South Corral Canyon-Delaware Pool. The discovery well is the Yates Drilling Company Bennett Federal Well No. 1 located in Unit O of Section 30, Township 25 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 30 EAST, NMPM

Section 30: SE/4

- (c) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Premier production and designated as the High Lonesome-Premier Pool. The discovery well is the McClellan Oil Corporation Hinkle Federal Well No. 5 located in Unit L of Section 10, Township 16 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 10: SW/4

- (d) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the Lone Wolf-San Andres Pool. The discovery well is the McClellan Oil Corporation Stevens Federal Well No. 4 located in Unit P of Section 27, Township 13 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 29 EAST, NMPM

Section 27: SE/4

- (e) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the West Lost Tank-Delaware Pool. The discovery well is the Pogo Producing Company Lost Tank "4" Federal Well No. 1 located in Unit C of Section 4, Township 22 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 31 EAST, NMPM

Section 33: S/2

TOWNSHIP 22 SOUTH, RANGE 31 EAST, NMPM

Section 4: NW/4

- (f) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the East Scanlon-Delaware Pool. The discovery well is the Yates Petroleum Corporation Zinnia Federal Unit Well No. 1 located in Unit E of Section 27, Township 20 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM

Section 27: NW/4

- (g) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the Turkey Track-Strawn Gas Pool. The discovery well is the Threshold Development Company Conoco "9A" State Well No. 1 located in Unit G of Section 9, Township 19 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 9: N/2

- (h) EXTEND the Alacran Hills-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 11: N/2

- (i) EXTEND the Angell Ranch-Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPM

Section 8: S/2

Section 17: N/2

- (j) EXTEND the Antelope Sink-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 23 EAST, NMPM

Section 24: N/2

- (k) EXTEND the Atoka-Glorieta-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM

Section 36: NE/4

- (l) EXTEND the East Brushy Draw-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 30 EAST, NMPM

Section 17: E/2

- (m) EXTEND the North Burton Flat-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 4: W/2

- (n) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

Section 10: W/2

CASE 11759: In the matter of the hearing called by the Oil Conservation Division upon its own motion 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 an oil pool for San Andres production and designated as the South Chisum-San Andres Pool. The discovery well is the Marbob Energy Corporation Katie Elder State Well No. 1 located in Unit J of Section 36, Township 11 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 27 EAST, NMPM

Section 36: SE/4

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the South Corral Canyon-Delaware Pool. The discovery well is the Yates Drilling Company Bennett Federal Well No. 1 located in Unit O of Section 30, Township 25 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 30 EAST, NMPM

Section 30: SE/4

- (c) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Premier production and designated as the High Lonesome-Premier Pool. The discovery well is the McClellan Oil Corporation Hinkle Federal Well No. 5 located in Unit L of Section 10, Township 16 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 10: SW/4

- (d) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the Lone Wolf-San Andres Pool. The discovery well is the McClellan Oil Corporation Stevens Federal Well No. 4 located in Unit P of Section 27, Township 13 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 29 EAST, NMPM

Section 27: SE/4

- (e) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the West Lost Tank-Delaware Pool. The discovery well is the Pogo Producing Company Lost Tank "4" Federal Well No. 1 located in Unit C of Section 4, Township 22 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 31 EAST, NMPM

Section 33: S/2

TOWNSHIP 22 SOUTH, RANGE 31 EAST, NMPM

Section 4: NW/4

- (f) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the East Scanlon-Delaware Pool. The discovery well is the Yates Petroleum Corporation Zinnia Federal Unit Well No. 1 located in Unit E of Section 27, Township 20 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM

Section 27: NW/4

- (g) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the Turkey Track-Strawn Gas Pool. The discovery well is the Threshold Development Company Conoco "9A" State Well No. 1 located in Unit G of Section 9, Township 19 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 9: N/2

- (h) EXTEND the Alacran Hills-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 11: N/2

- (i) EXTEND the Angell Ranch-Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPM

Section 8: S/2

Section 17: N/2

- (j) EXTEND the Antelope Sink-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 23 EAST, NMPM

Section 24: N/2

- (k) EXTEND the Atoka-Glorieta-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM

Section 36: NE/4

- (l) EXTEND the East Brushy Draw-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 30 EAST, NMPM

Section 17: E/2

- (m) EXTEND the North Burton Flat-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 4: W/2

- (n) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

Section 10: W/2

- (o) EXTEND the Cass Draw-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM

Section 23: NW/4

- (p) EXTEND the Cedar Canyon-Bone Spring Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM

Section 10: NE/4

- (q) EXTEND the Cedar Canyon-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM

Section 28: NE/4

- (r) EXTEND the Cemetery-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM

Section 19: N/2

- (s) EXTEND the Cottonwood Creek-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 25 EAST, NMPM

Section 17: S/2

Section 20: N/2

- (t) EXTEND the North Dagger Draw-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM

Section 27: NE/4

- (u) EXTEND the South Dagger Draw-Upper Pennsylvanian Associated Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 ½ SOUTH, RANGE 23 EAST, NMPM

Section 34: All

- (v) EXTEND the West Dagger Draw-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 28: W/2

Section 32: N/2

- (w) EXTEND the Empire-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 21: All

- (x) EXTEND the Fren-Paddock Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 16: SW/4

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

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 32: W/2

- (z) EXTEND the Happy Valley-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM

Section 33: SE/4

Section 34: NW/4

- (aa) EXTEND the West Henshaw-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM

Section 12: SE/4

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM

Section 7: SW/4

- (bb) EXTEND the Hoag Tank-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 26: N/2

- (cc) EXTEND the Hoag Tank-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 15: S/2

Section 22: W/2

- (dd) EXTEND the Indian Loafer Draw-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 21 EAST, NMPM

Section 12: NE/4

TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM

Section 7: N/2

- (ee) EXTEND the Ingle Wells-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM

Section 25: NE/4

Section 36: NE/4

- (ff) EXTEND the Lake Arthur-Pennsylvanian Gas Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 26 EAST, NMPM

Section 36: SE/4

- (gg) EXTEND the Northeast Livingston Ridge-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM

Section 12: SW/4

- (hh) EXTEND the Logan Draw-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 28: W/2

Section 33: W/2

- (ii) EXTEND the East Millman-Queen-Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM

Section 1: NE/4 and N/2 SE/4

- (jj) EXTEND the East Pierce Crossing-Bone Spring Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM

Section 11: SW/4

Section 15: NE/4

- (kk) EXTEND the South Poker Lake-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM

Section 22: SW/4

Section 27: W/2

- (ll) EXTEND the Saladar-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM

Section 25: W/2

- (mm) EXTEND the Sand Tank-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 1: All

- (nn) EXTEND the Willow Lake-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM

Section 6: NE/4

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.