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 Section 2:
 All

 Section 11:
 All

 Sections 13-16:
 All

 Section 21:
 NE/4

 Section 22:
 NE/4

 Sections 23-27:
 All

 Section 28:
 E/2

Township 23 South, Range 29 East, N.M.P.M.

Section 7: SW/4
Section 18: NW/4

Division Order R-6139 also established Special Rules and Regulations for the South Culebra Bluff-Bone Spring Pool, providing for 80 acre spacing, wells to be located within 150 feet of the center of a quarter-quarter section or lot, and a depth bracket allowable of 222 barrels of oil per day. Applicant requests that the Special Rules and Regulations for the South Culebra Bluff-Bone Spring Pool be abolished, so that the pool will be governed by the Division's statewide rules, with the exception that existing 80 acre well units be grandfathered in. The South Culebra Bluff-Bone Spring Pool is centered approximately 3 miles northeast of Loving, New Mexico.

## 21. CASE 14995: (Continued from the June 27, 2013 Examiner Hearing.)

Application of Nearburg Exploration Company, L.L.C. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the top 200 feet of the Mississippian formation underlying the NW/4 NW/4 of Section 20, Township 17 South, Range 37 East, NMPM, to form a standard 40-acre oil spacing and proration unit for all pools or formations developed on 40-acre spacing within that vertical extent, including the South Midway-Strawn Pool. The unit is to be dedicated to the West Lovington 20 Well No. 1, to be drilled at an orthodox oil well location in the NW/4 NW/4 of Section 20. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Nearburg Producing Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 4-1/2 miles northwest of Humble City, New Mexico.

## 22. <u>CASE 14996</u>: (Continued from the June 27, 2013 Examiner Hearing.)

Application of Nearburg Exploration Company, L.L.C. for a non-standard oil spacing and proration unit, unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit comprised of the S/2 NE/4 of Section 17, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico, approving an unorthodox oil well location, and pooling all mineral interests from the surface to the top 200 feet of the Mississippian formation underlying the non-standard unit. Applicant proposes to drill the Sapient 17 Well No. 1 at an unorthodox surface location 1641 feet from the north line and 1225 feet from the east line, and a bottom hole location 1691 feet from the north line and 1225 from the east line, of Section 17, to a depth sufficient to test the top 200 feet of the Mississippian formation, and will dedicate the S/2 NE/4 of Section 17 to the well. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Nearburg Producing Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 4-1/2 miles northwest of Humble City, New Mexico.