

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 13584
Order No. R-12448

THE APPLICATION OF THE OIL CONSERVATION
DIVISION FOR AN ORDER ABOLISHING, REDESIGNATING
AND EXTENDING CERTAIN POOLS IN EDDY COUNTY,
NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on October 20, 2005, at Santa Fe, New Mexico, before Examiner William V. Jones.

NOW, on this 27th day of October, 2005, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given, and the Division has jurisdiction of this case and its subject matter.

(2) There is need for the abolishment of the Cottonwood Creek-Abo Gas Pool (**Pool Code 97333**) in Eddy County, New Mexico in order to correct nomenclature. The abolished acreage will be placed in the Eagle Creek-Wolfcamp Gas Pool (**Pool Code 96622**) in Eddy County, New Mexico.

(3) There is need for the abolishment of the East Cottonwood Creek-Abo Gas Pool (**Pool Code 97373**) in Eddy County, New Mexico in order to correct nomenclature. The abolished acreage will be placed in the Cottonwood Creek-Wolfcamp Gas Pool (**Pool Code 75250**) in Eddy County, New Mexico.

(4) There is need for the redesignation of the Gopher-Abo Gas Pool (**Pool Code 77660**) in Eddy County, New Mexico as the Gopher-Wolfcamp Gas Pool (**Pool Code 77660**) in order to correct nomenclature.

(5) There is need for extensions to the Cottonwood Creek-Wolfcamp Gas Pool, the Eagle Creek-Wolfcamp Gas Pool and the Gopher-Wolfcamp Gas Pool, all in Eddy County, New Mexico.

IT IS THEREFORE ORDERED THAT:

(a) The Cottonwood Creek-Abo Gas Pool (**Pool Code 97333**) consisting of the following described area is hereby abolished:

TOWNSHIP 16 SOUTH, RANGE 24 EAST, NMPM
Section 29: NW/4

(b) The Eagle Creek-Wolfcamp Gas Pool (**Pool Code 96622**) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 16 SOUTH, RANGE 24 EAST, NMPM
Section 29: W/2
Section 32: W/2

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM
Section 5: N/2

(c) The East Cottonwood Creek-Abo Gas Pool (**Pool Code 97373**) in Eddy County, New Mexico consisting of the following described area is hereby abolished:

TOWNSHIP 16 SOUTH, RANGE 25 EAST, NMPM
Section 29: N/2
Section 30: E/2
Section 31: E/2
Section 32: N/2

(d) The Cottonwood Creek-Wolfcamp Gas Pool (**Pool Code 75250**) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 16 SOUTH, RANGE 25 EAST, NMPM
Section 20: All
Section 29: N/2
Section 30: E/2
Section 31: E/2
Section 32: N/2

(e) The Gopher-Abo Gas Pool (**Pool Code 77660**) in Eddy County, New Mexico is hereby redesignated as the Gopher-Wolfcamp Gas Pool (**Pool Code 77660**) and the pool is hereby extended to include:

TOWNSHIP 17 SOUTH, RANGE 24 EAST, NMPM
Section 31: NW/4

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA, 1978, an operator of any well that, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one presently dedicated thereto, shall have 60 days from the effective date of this order to file Form C-102 dedicating a standard unit for the pool to that well or to obtain a non-standard unit approved by the Division. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within that 60-day period shall subject the well to cancellation of allowable.

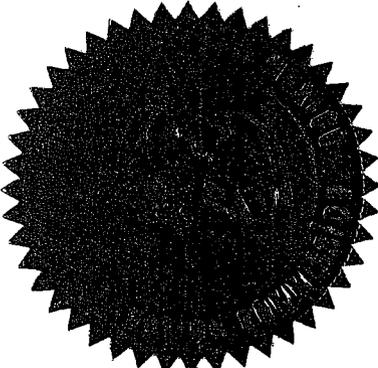
(2) The effective date of this order and all abolishments, redesignations, and extensions included herein shall be November 1, 2005.

DONE at Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



MARK E. FESMIRE, P.E.
Director



SEAL