

| <u>Well Name</u> | <u>API No.</u> | <u>Location</u> |
|--------------------|----------------|------------------------------|
| San Simon State #6 | 30-025-29839 | 2310 FNL/990 FEL H-4-22S-35E |

CASE NO. 13373: Continued from the September 14, 2006 Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an order requiring Orbit Energy Inc. to return 5 wells to compliance with 19.15.4.201 NMAC, Roosevelt County, New Mexico. The Applicant moves the Oil Conservation Division Director to reopen Case No. 13373 to issue an order assessing civil penalties and finding Orbit Petroleum, Inc. (formerly Orbit Energy Inc.) to be in violation of Order R-12250, issued in Case No. 13373, requiring corrective action as to the following wells: Farrell Federal #010, API 30-041-10446, F-28-7S-33E; James McFarland #004, API 30-041-10567, L-20-7S-33E; Humble Federal #005, API 30-041-20116, B-26-7S-32E; State BA #001, API 30-041-10003, A-34-7S-35E; State BA #002, API 30-041-20048, H-34-7S-35E. The wells are located approximately 30 miles southwest of Portales in Roosevelt County, New Mexico.

CASE NO. 13796: In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Eddy County, New Mexico.

(a) CREATE a new pool in Eddy County, New Mexico for the production of gas from the Wolfcamp formation and designated as the Southwest Four Mile Draw-Wolfcamp Gas Pool (**Pool Code 97553**). The discovery well is the Parallel Petroleum Corporation Boxtop Federal 1921-1 Well No. 1 (**API No. 30-015-34374**) located in Unit M of Section 1, Township 19 South, Range 21 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 21 EAST, NMPM
Section 1: All

(b) EXTEND the Anderson-Pennsylvanian Gas Pool (**Pool Code 70200**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM
Section 24: E/2

(c) EXTEND the Angell Ranch-Atoka-Morrow Gas Pool (**Pool Code 70310**) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM
Section 3: All

(d) EXTEND the Black River-Wolfcamp Gas Pool (**Pool Code 72240**) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM
Section 31: W/2

TOWNSHIP 24 SOUTH, RANGE 27 EAST, NMPM
Section 6: W/2
Section 7: NW/4

(e) EXTEND the Brushy Draw-Delaware Pool (**Pool Code 8080**) in Eddy County, New Mexico to include:

TOWNSHIP 26 SOUTH, RANGE 29 EAST, NMPM
Section 4: SE/4

(f) EXTEND the Cedar Lake-Morrow Gas Pool (**Pool Code 74560**) in Eddy County, New Mexico to include: