

supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 12 miles northwest of Loco Hills, New Mexico.

10. **CASE 14024: (Re-opened and Re-Advertised) (Continued from the May 15, 2008 Examiner Hearing.)** **Application of OGX Resources, L.L.C. for compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation in the following described spacing and proration units located in the E/2 of Section 34, Township 22 South, Range 27 East, N.M.P.M., Eddy County, New Mexico: the E/2 for all formations and/or pools developed on 320-acre spacing which includes but is not limited to the Undesignated Otis-Morrow Gas Pool, Undesignated Otis-Atoka Gas Pool, Undesignated Carlsbad-Strawn Gas and the Undesignated Cass Draw-Wolfcamp Gas Pool; the NE/4 for all formations and/or pools developed on 160-acre spacing; and the NE/4 NE/4 for all formations and/or pools developed on 40-acre spacing which includes but is not limited to the Undesignated North Cass Draw-Wolfcamp Pool. Said units are to be dedicated to its Weems Well No. 1 (API No. 30-015-35789) to be directionally drilled as a gas well from a standard surface location 1073 feet from the North line and 1501 feet from the East line (Unit B), to a standard bottom hole location 660 feet from the North and East lines (Unit A) of said Section 34 at an approximate depth of 12,400 feet to test any and all formations from the surface to the base of the Morrow formation. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of OGX Resources, L.L.C. as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 4 miles east of the Carlsbad, New Mexico Municipal Airport.

11. **CASE 14133: Application of the New Mexico Oil Conservation Division for Pool Creation, Pre-approval for Downhole Commingling and Designation of Special Pool Rules, Basin-Mancos Gas Pool (97232), Rio Arriba, San Juan and Sandoval Counties.** Applicant in the above-styled cause seeks the creation of the Basin Mancos Gas Pool for the production of natural gas and natural gas liquids from natural fractures and from sandstone/siltstone intervals in the Mancos Formation, which will allow a small resource to be developed in conjunction with the Basin Dakota Gas Pool and the Blanco Mesaverde Gas Pool wells. Applicant seeks the promulgation of special pool rules for this new pool, including the pre-approval for downhole commingling with the Basin Dakota and Blanco Mesaverde Gas Pool wells pursuant to OCD Rule 303.C.3.b [19.15.5.303.C.3.b NMAC], that spacing requirements and setbacks be the same as for the Basin Dakota and Blanco Mesaverde Pools, and that special pool rules also be created to address well locations, gas proration units and well density limits. Applicant further seeks necessary adjustments (expansion and contraction) of the existing Gallup pools in San Juan and Rio Arriba Counties to facilitate the establishment of the Basin Mancos Gas Pool as shown below. Vertical limits of the proposed new pool will extend from the base of the Point Lookout Formation to the base of the Greenhorn Member (Bridge Creek Limestone) of the Mancos Formation, and horizontal limits of the proposed new pool will be San Juan and Rio Arriba Counties, New Mexico, plus Section 21, Township 23 North, Range 5 West in Sandoval County.

A. The following pools in Rio Arriba, Sandoval and San Juan Counties will be contracted, as shown, on the outer margins due to lack of production and abandonment of wells around the margins of existing Gallup Pools:

- (a) B.S. Mesa-Gallup Gas Pool (72920)

TOWNSHIP 27 NORTH, RANGE 4 WEST, NMPM
Section 32: S/2

- (b) Devil's Fork-Gallup Associated Pool (17610)

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM
Section 29: N/2 and SE/4

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM
Section 11: E/2
Section 14: E/2 and SW/4

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM

Section 17: E/2
Section 18: All
Section 21: NE/4
Section 26: SE/4
Section 35: NE/4

TOWNSHIP 25 NORTH, RANGE 7 WEST, NMPM

Section 13: NW/4
Section 25: All
Section 36: N/2

- (c) Dufer's Point-Gallup-Dakota Oil Pool **(19859)**

TOWNSHIP 24 NORTH, RANGE 8 WEST, NMPM

Section 1: SE/4

TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPM

Section 5: SW/4
Section 19: W/2 and NE/4
Section 20: NW/4

- (d) Escrito-Gallup Associated Pool **(22619)**

TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM

Section 7: S/2 SW/4
Section 23: W/2 NW/4 and SW/4
Section 33: E/2
Section 35: W/2 NW/4

- (e) Gallegos-Gallup Associated Pool **(26980)**

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPM

Section 6: SW/4

TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM

Section 1: S/2
Section 2: S/2
Section 3: S/2 and NW/4
Section 4: All
Section 24: SW/4
Section 25: NW/4

TOWNSHIP 27 NORTH, RANGE 12 WEST, NMPM

Section 30: SW/4
Section 31: N/2
Section 32: S/2
Section 33: SW/4

TOWNSHIP 27 NORTH, RANGE 13 WEST, NMPM

Section 22: SW/4
Section 25: S/2

- (f) Ice Canyon-Gallup Gas Pool **(93235)**

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM

Section 23: W/2

- (g) Kutz-Gallup Oil Pool **(36550)**

TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM
Section 5: NW/4

TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM
Section 32: SW/4

- (h) Laguna Seca-Gallup Gas Pool **(79870)**

TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM
Section 19: SE/4
Section 20: S/2
Section 21: S/2
Section 22: SW/4
Section 27: W/2
Sections 28 and 29: All
Section 30: NE/4
Section 32: N/2
Section 33: NW/4

TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPM
Section 14: E/2
Section 23: N/2
Section 36: NE/4

- (i) Northeast Ojito-Gallup-Dakota Oil Pool **(48025)**

TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM
Sections 30 and 31: All

- (j) Otero-Gallup Oil Pool **(48450)**

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM
Section 1: W/2 NW/4 and SE/4 NW/4
Section 2: N/2 N/2

- (k) Tapacito-Gallup Associated Pool **(58090)**

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM
Section 18: SW/4
Section 19: W/2 and SE/4
Section 20: S/2
Section 21: S/2

- (l) Totah-Gallup Oil Pool **(59750)**

TOWNSHIP 28 NORTH, RANGE 13 WEST, NMPM
Section 13: S/2 NE/4

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM
Section 18: S/2
Section 19: NE/4
Section 20: W/2 NW/4 and S/2
Section 21: W/2 SW/4
Section 27: N/2

Section 28: N/2

Section 35: N/2

TOWNSHIP 29 NORTH, RANGE 14 WEST, NMPM

Section 11: S/2 SW/4

Section 15: N/2 NE/4

Section 23: E/2 NE/4

Section 24: NW/4 and E/2 SE/4

- (m) Wild Horse-Gallup Gas Pool **(87360)**

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 3: S/2

Section 4: S/2

Section 5: SE/4

Section 6: N/2

Section 19: W/2

- (n) Willow-Gallup Gas Pool **(96379)**

TOWNSHIP 31 NORTH, RANGE 4 WEST, NMPM

Section 10: E/2

Section 11: N/2 and SW/4

Section 14: W/2

Section 22: NE/4

Section 23: SE/4

Section 24: W/2

- B.** The following pools in Rio Arriba, Sandoval and San Juan Counties will be extended as shown:

- (a) Baca-Gallup Oil Pool **(3745)**

TOWNSHIP 26 NORTH, RANGE 8 WEST, NMPM

Section 5: SW/4 SE/4, W/2 W/2, and SE/4 SW/4

Section 8: N/2 SE/4 and NE/4 SW/4

Section 9: N/2 SW/4

- (b) B. S. Mesa-Gallup Gas Pool **(72920)**

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM

Section 2: NW/4

Section 3: N/2

- (c) Counselors-Gallup-Dakota Oil Pool **(13379)**

TOWNSHIP 23 NORTH, RANGE 6 WEST, NMPM

Section 13: NW/4

- (d) Devil's Fork-Gallup Associated Pool **(17610)**

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM

Section 14: SE/4

Section 23: NE/4

Section 24: NW/4

- (e) Dufer's Point-Gallup-Dakota Oil Pool **(19859)**

TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPPM

Section 23: W/2

Section 26: W/2

- (f) Escrito-Gallup Associated Pool **(22619)**

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPPM

Section 30: E/2 NE/4

- (g) Gallegos-Gallup Associated Pool **(26980)**

TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPPM

Section 19: SW/4

Section 22: S/2

Section 23: SW/4

Section 30: W/2

Section 31: NW/4

- (h) Gallo Canyon-Gallup-Dakota Oil Pool **(96369)**

TOWNSHIP 23 NORTH, RANGE 5 WEST, NMPPM

Section 4: SW/4 SW/4

Section 5: E/2 NE/4, SW/4 NE/4, and SE/4

Section 9: W/2 NW/4

- (i) Ice Canyon-Gallup Gas Pool **(93235)**

TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPPM

Section 14: SE/4

- (j) Laguna Seca-Gallup Gas Pool **(79870)**

TOWNSHIP 31 NORTH, RANGE 6 WEST, NMPPM

Section 19: SE/4

Section 20: SW/4

Section 30: E/2

- (k) La Jara Canyon-Gallup Gas Pool **(96483)**

TOWNSHIP 30 NORTH, RANGE 5 WEST, NMPPM

Section 26: S/2

Section 27: S/2

Section 34: W/2

- (l) South Lindrith-Gallup-Dakota Oil Pool **(96483)**

TOWNSHIP 23 NORTH, RANGE 4 WEST, NMPPM

Section 13: SE/4

- (m) Munoz Canyon-Gallup Gas Pool **(96767)**

TOWNSHIP 28 NORTH, RANGE 5 WEST, NMPPM

Section 17: SW/4

Section 18: S/2 and NW/4

- (n) Otero-Gallup Oil Pool (48450)

TOWNSHIP 24 NORTH, RANGE 5 WEST, NMPM

Section 3: S/2 NE/4

- (o) Tapacito-Gallup Associated Pool (58090)

TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM

Section 13: SE/4

Section 24: NE/4

12. **CASE 14123:** (Continued from the May 15, 2008 Examiner Hearing.)

Application of Judah Oil, LLC for approval of a salt water disposal well, Eddy County, New Mexico. Applicant seeks an order approving salt water disposal into the Wolfcamp and Cisco formations in the Geronimo 27 State Com. Well No. 2, located 990 feet from the South line and 660 feet from the West line of Section 27, Township 17 South, Range 28 East, NMPM. The well is located approximately 12-1/2 miles east-northeast of Atoka, New Mexico.

13. **CASE 14124:** (Continued from the May 15, 2008 Examiner Hearing.)

Application of Cimarex Energy Co. of Colorado for special pool rules, Lea County, New Mexico. Applicant seeks an order establishing special rules and regulations for the Apache Ridge-Bone Spring Pool, including a special depth bracket allowable of 1300 barrels of oil per day and a limiting gas:oil ratio of 3000 cubic feet of gas for each barrel of oil produced, effective as of August 1, 2007. The pool covers parts of Section 36, Township 19 South, Range 33 East, N.M.P.M., and Sections 30-32, Township 19 South, Range 34 East, N.M.P.M. The pool is centered approximately 19-1/2 miles west of Monument, New Mexico.

14. **CASE 14134:** (This case will be continued to the June 20, 2008 Special Examiner Hearing.)

Application of the Board of County Commissioners of Rio Arriba County for cancellation or suspension of Applications for Permits to Drill (APDs) filed by Approach Operating, LLC, Rio Arriba County, New Mexico. The Board of County Commissioners of Rio Arriba requests a hearing to show that the drilling of the following wells by Approach Operating, LLC will cause waste, violate correlative rights and/or be injurious to human health and the environment:

Sultemeier No. 001	API No. 30-039-30342	Section 19, T27N, R4E
Sena No. 001	API No. 30-039-30386	Section 10, T28N, R4E
Sena No. 002	API No. 30-039-30394	Section 16, T28N, R4E
Woolley Family LP No. 001	API No. 30-039-30397	Section 3, T28N, R5E