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•	Daugherty State No. 001;	API No. 30-015-02589;	4-4-18S-28E
•	Levers A State No. 002;	API No. 30-015-26895;	B-8-18S-28E
•	Levers State 7;	API No. 30-015-02575;	N-4-18S-28E
•	Resler Yates State No. 317;	API No. 30-015-10254;	F-21-18S-28E
•	Resler Yates State No. 322;	API No. 30-015-10285;	I-20-18S-28E
•	Resler Yates State No. 367;	API No. 30-015-20088;	F-32-18S-28E
•	Resler Yates State No. 370;	API No. 30-015-20094;	H-32-18S-28E
•	Resler Yates State No. 381;	API No. 30-015-26134;	G-32-18S-28E
•	Thomas State No. 001;	API No. 30-015-02672;	A-9-18S-28E
•	Welch Duke State No. 018;	API No. 30-015-06125;	C-28-18S-28E

The wells are located approximately 8 miles southwest of Loco Hills, in Eddy County, New Mexico.

## 3. CASE 14078: (Continued from the March 6, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against ERS Resources, LLC. Applicant seeks an Order finding that Operator is in violation of 19.15.4.201 NMAC as to thirty-two wells, requiring Operator to bring the wells to compliance with 19.15.4.201 NMAC by a date certain, and authorizing the Division to forfeit the financial assurance and plug the wells in the event of Operator's non-compliance with the Order. The affected wells are:

•	Artesia Metex Unit No. 005;	30-015-00945;	L-24-18S-27E
•	Artesia Metex Unit No. 006;	30-015-00941;	K-24-18S-27E
•	Artesia Metex Unit No. 008;	30-015-00944;	I-24-18S-28E
•	Artesia Metex Unit No. 011;	30-015-01940;	3-19-18S-28E
•	Artesia Metex Unit No. 012;	30-015-01964;	K-19-18S-28E
•	Artesia Metex Unit No. 013;	30-015-01951;	J-19-18S-28E
•	Artesia Metex Unit No. 014;	30-015-01947;	J-19-18S-28E
•	Artesia Metex Unit No. 016;	30-015-00942;	M-24-18S-27E
•	Artesia Metex Unit No. 020;	30-015-01196;	P-24-18S-27E
•	Artesia Metex Unit No. 021;	30-015-01942;	4-19-18S-28E
•	Artesia Metex Unit No. 022;	30-015-01965;	N-19-18S-28E
•	Artesia Metex Unit No. 023;	30-015-01941;	N-19-18S-28E
•	Artesia Metex Unit No. 024;	30-015-01949;	O-19-18S-28E
•	Artesia Metex Unit No. 026;	30-015-00962;	A-26-18S-27E
•	Artesia Metex Unit No. 027;	30-015-00951;	D-25-18S-27E
•	Artesia Metex Unit No. 029;	30-015-01194;	B-25-18S-27E
•	Artesia Metex Unit No. 031;	30-015-02139;	1-30-18S-28E
•	Artesia Metex Unit No. 032;	30-015-02140;	C-30-18S-28E
•	Artesia Metex Unit No. 035;	30-015-00963;	H-26-18S-27E
•	Artesia Metex Unit No. 036;	30-015-00952;	E-25-18S-27E
•	Artesia Metex Unit No. 039;	30-015-00948;	G-25-18S-27E
•	Artesia Metex Unit No. 040;	30-015-00954;	H-25-18S-27E
•	Artesia Metex Unit No. 041;	30-015-02136;	2-30-18S-28E
•	Artesia Metex Unit No. 042;	30-015-02138;	F-30-18S-28E
•	Artesia Metex Unit No. 044;	30-015-01190;	I-26-18S-27E
•	Artesia Metex Unit No. 045;	30-015-00959;	L-25-18S-27E
•	Artesia Metex Unit No. 049;	30-015-02141;	K-30-18S-28E
•	Artesia Metex Unit No. 051;	30-015-00966;	P-26-18S-27E
•	Artesia Metex Unit No. 052;	30-015-00960;	M-25-18S-27E
•	Artesia Metex Unit No. 054;	30-015-00956;	O-25-18S-27E
•	Artesia Metex Unit No. 056;	30-015-00987;	A-35-18S-27E
•	Artesia Metex Unit No. 058;	30-015-00991;	C-36-18S-27E

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The Artesia Metex Unit No. 027, Artesia Metex Unit No. 036, and Artesia Metex Unit No. 058, are located approximately 8 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 005 and Artesia Metex Unit No. 006 are located approximately 9 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 016, Artesia Metex Unit No. 026, Artesia Metex Unit No. 029, Artesia Metex Unit No. 035, Artesia Metex Unit No. 045, Artesia Metex Unit No. 052, and Artesia Metex Unit No. 056, are located approximately 10 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 040 is located approximately 11 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 020, Artesia Metex Unit No. 032, Artesia Metex Unit No. 039, Artesia Metex Unit No. 042, Artesia Metex Unit No. 051, and Artesia Metex Unit No. 054, are located approximately 12 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 011, Artesia Metex Unit No. 012, Artesia Metex Unit No. 013, Artesia Metex Unit No. 014, Artesia Metex Unit No. 021, Artesia Metex Unit No. 031, and Artesia Metex Unit No. 041, are located approximately 13 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 022, Artesia Metex Unit No. 023, and Artesia Metex Unit No. 049, are located approximately 14 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 008 and Artesia Metex Unit No. 024 are located approximately 16 miles southeast of Artesia, in Eddy County, New Mexico.

- 4. CASE 14054: (Continued from the March 6, 2008 Examiner Hearing.)
  - Application of the New Mexico Oil Conservation Division for a Compliance Order against Kimlar Oil Company. The Applicant seeks an order finding operator in violation of 19.15.3.116 and 19.15.9.703 NMAC; requiring operator to bring the wells into compliance with 19.15.3.116 and 19.15.9.703 by a date certain; and assessing penalties. The affected wells are:
    - Gourley Federal No. 003; API No. 30-015-22660; A-31-22S-28E
    - Gourley Federal No. 004; API No. 30-015-22661; J-31-22S-28E

The wells are located approximately 9 miles southeast of Carlsbad, in Eddy County, New Mexico.

- 5. <u>CASE 14097</u>: Application of Encore Operating, LP for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Atoka and Morrow formations underlying the E/2 of Section 28, Township 16 South, Range 34 East, NMPM, Lea County, New Mexico, to form a standard 320-acre gas spacing and proration unit for any and all formations and or pools developed on 320 acres, including but not necessarily limited to the Atoka and Morrow formations. Said units are to be dedicated to Applicant's proposed Encore 28 State Com No. 1 Well to be drilled from a surface location 860 feet from the North line and 660 feet from the East line of said Section 28. 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 Encore Operating, LP or its designee as operator of the well and a charge for risk involved in drilling said well. The proposed well location is approximately 12 miles southwest of Lovington, New Mexico.
- 6. CASE 14085: (Continued from the March 6, 2008 Examiner Hearing.)

Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the W/2 SW/4 of Section 13, Township 15 South, Range 37 East, NMPM, to form a non-standard 80-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Denton-Wolfcamp Pool, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be