CASE 13202: Application of Kerr-McGee Oil & Gas Onshore LLC for an exception to the Special Rules and Regulations of the Indian Basin-Upper Pennsylvanian Associated Pool and for simultaneous dedication, Eddy County, New Mexico. Applicant seeks an exception to the Special Rules and Regulations of the Indian Basin-Upper Pennsylvanian Associated Pool to allow both its existing Lowe State Gas Com Well No. 5 and its proposed Lowe State Gas Com Well No. 6 to be located in the SW/4 of Section 36, Township 21 South, Range 23 East. Applicant further seeks approval of the simultaneous dedication of both wells to a standard well unit comprised of the W/2 of Section 36, and that the wells be allowed to produce concurrently. The well unit is located approximately 19½ miles west of Carlsbad, New Mexico.

CASE 13158: Reopened

Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the top of the Cisco formation to the base of the Morrow formation underlying the S/2 of Section 30, Township 21 South, Range 27 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Burton Flat-Morrow Gas Pool. The unit is to be dedicated to applicant's La Huerta "30" Well No. 1Y, to be drilled from a surface location 800 feet from the North line and 880 feet from the West line (Unit D) of Section 29, Township 21 South, Range 27 East, to an orthodox bottomhole location in the SE/4 SE/4 (Unit P) of Section 30. 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 applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 2 miles north of Carlsbad, New Mexico.

CASE 13203: Application of John R. Stearns d/b/a Stearns for an Unorthodox Gas Well Location, Lea County, New Mexico. Applicant seeks an exception to Division Rule 104.C (2) (a) for the existing State "16" Well No. 1-Y (API No. 30-025-34070) to be recompleted into the Undesignated West Sawyer-Morrow Gas Pool (97103) at an unorthodox deep gas well location 330 feet from the South line and 940 feet from the East line (Unit P) of Section 16, Township 9 South, Range 37 East. The E/2 of Section 16 is to be dedicated to this well in order to form a standard 320-acre stand-up gas spacing unit for the Morrow formation. This unit is located approximately 11 miles east by north of Crossroads, New Mexico

<u>CASE 13204</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, abolishing and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Siluro-Devonian production and designated as the Bosque-Siluro-Devonian Gas Pool (Pool Code 97318). The discovery well is the Yates Petroleum Corporation Aikman "BDK" State Com. Well No. 1 (API No. 30-005-61804) located in Unit P of Section 36, Township 6 South, Range 26 East, NMPM. Said pool would comprise:

## TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM Section 36: S/2

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the West McKittrick Hills-Strawn Gas Pool (Pool Code 97315). The discovery well is the Yates Petroleum Corporation McKittrick "ATS" State Well No. 1 (API No. 30-015-29105) located in Unit D of Section 16, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

## TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM Section 16: W/2

(c) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Bone Spring production and designated as the McMillan Escarpment-Bone Spring Gas Pool (Pool Code 97316). The discovery well is the Pogo Producing Company State "19" Com Well No. 2 (API No. 30-015-32612) located in Unit L of Section 19, Township 20 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM Section 19: SW/4