

14. **CASE 14512:** (Continued from the August 5, 2010 Examiner Hearing.)
Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2 W/2 of Section 8, Township 26 South, Range 33 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring and Wolfcamp formations underlying the following described acreage in Section 8, Township 26 South, Range 33 East, NMPM, and in the following manner: (i) the Bone Spring formation underlying the W/2 W/2 of Section 8 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent; and (ii) the Wolfcamp formation underlying all of Section 8, to form a standard 640 acre gas spacing and proration unit for any formations and/or pools developed on 640 acre spacing within that vertical extent, including the Red Hills-Wolfcamp Gas Pool. The units are to be dedicated to the Red Bull “8” Fed. Com. Well No. 1, to be drilled in the SW/4SW/4 of Section 8 to test the Wolfcamp formation, which may subsequently be drilled horizontally in the Bone Spring formation with a surface location in the SW/4 SW/4, and a terminus in the NW/4 NW/4, of Section 8. 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 Endeavor Energy Resources, L.P. as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 22-1/2 miles West of Bennett, New Mexico.
15. **CASE 14514:** (Continued from the August 5, 2010 Examiner Hearing.)
Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2 W/2 of Section 10, Township 26 South, Range 33 East, NMPM. Applicant further seeks the pooling of all mineral interests from the surface to the base of the Wolfcamp formation underlying the following described acreage in Section 10, Township 26 South, Range 33 East, NMPM, and in the following manner: (i) from the surface to the top of the Bone Spring formation underlying the NW/4 NW/4 of Section 10, to form a standard 40 acre oil spacing and proration unit for any formations and/or pools developed on 40 acre spacing within that vertical extent; (ii) the Bone Spring formation underlying the W/2 W/2 of Section 10 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent; and (iii) the Wolfcamp formation underlying all of Section 10, to form a standard 640 acre gas spacing and proration unit for any formations and/or pools developed on 640 acre spacing within that vertical extent, including the Red Hills-Wolfcamp Gas Pool. The units are to be dedicated to the Red Bull “10” Fed. Com. Well No. 1, to be drilled in the NW/4 NW/4 of Section 10 to test the Wolfcamp formation, which may subsequently be drilled horizontally in the Bone Spring formation with a surface location in the NW/4 NW/4, and a terminus in the SW/4 SW/4, of Section 10. 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 Endeavor Energy Resources, L.P. as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 20-1/2 miles West of Bennett, New Mexico.
16. **CASE 14515:** (Continued from the August 5, 2010 Examiner Hearing.)
Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2 N/2 of Section 17, Township 26 South, Range 33 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring and Wolfcamp formations underlying the following described acreage in Section 17, Township 26 South, Range 33 East, NMPM, and in the following manner: (i) the Bone Spring formation underlying the N/2 N/2 of Section 17 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent; and (ii) the Wolfcamp formation underlying all of Section 17, Township 26 South, Range 33 East, NMPM, to form a standard 640 acre gas spacing and proration unit for any formations and/or pools developed on 640 acre spacing within that vertical extent, including the Red Hills-Wolfcamp Gas Pool. The units are to be dedicated to the Red Bull “17” Fed. Com. Well No. 1, to be drilled in the NW/4 NW/4 of Section 17 to test the Wolfcamp formation, which may subsequently be drilled horizontally in the Bone Spring formation with a surface location in the NW/4 NW/4, and a terminus in the NE/4 NE/4, of Section 17. 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 Endeavor Energy Resources, L.P. as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 22-1/2 miles West of Bennett, New Mexico.
17. ~~CASE 14413~~ **CASE 14413:** (Continued from the March 4, 2010 Examiner Hearing.)
Application of the New Mexico Oil Conservation Division for a Compliance Order against BTA Oil Producers LLC. The application affects the salt water disposal facility associated with the Pardue C 8808 JVP #001, 30- 015-26341, located in Unit “A,” Section 11, Township 23 South, Range 28 East in Eddy County, New Mexico. The facility is located less

than five miles Northeast of Loving, New Mexico on the Pecos-River. The Applicant seeks an order finding the operator in violation of Order No. R-9147-C, 19.15.26.10.B NMAC, 19.15.34 NMAC, 19.15.17 NMAC and 19.15.29 NMAC; requiring the operator to submit a delineation report and complete remediation by dates certain; if operator fails to meet those deadlines ordering the operator to plug and abandon the well and remediate the site by a date certain and authorizing the Division to plug the well, remediate the site and forfeit the applicable financial assurance if the operator fails to meet that deadline; and holding the operator in violation of 19.15.5.9 NMAC or issue an equivalent order, to be kept in place until the operator completes the required corrective action or reimburses the Division for its costs in excess of the forfeited financial assurance to complete the required corrective action.