

**CASE 11379:** In the matter of the hearing called by the Oil Conservation Division ("Division") on its own motion to permit Lobo Production, operator, Fidelity & Deposit Company of Maryland, surety, and all other interested parties to appear and show cause why the following six wells located in Sandoval and San Juan Counties, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program. Further, should the operator fail to properly plug any or all of said wells, the Division seeks an order directing the operator to pay the costs of such plugging and if failing to do so, ordering a forfeiture of the plugging bond, if any, covering said well(s):

- (1) Gulf Federal "24" Well No. 1 (API No. 30-043-20672), located 920'FNL & 795'FWL (Unit D) of Section 24, Township 23 North, Range 6 West, Sandoval County;
- (2) Gulf State "36" Well No. 1 (API No. 30-043-20660), located 850'FNL & 800'FEL (Unit A) of Section 36, Township 23 North, Range 6 West, Sandoval County;
- (3) Hynes Kennedy "7" Well No. 1 (API No. 30-045-25599), located 800'FSL & 1885'FEL (Unit O) of Section 7, Township 29 North, Range 14 West, San Juan County;
- (4) Mesa Kirtland "11" Well No. 1 (API No. 30-045-25440), located 1190'FNL & 1850'FWL (Unit C) of Section 11, Township 29 North, Range 15 West, San Juan County;
- (5) Hatch Well No. 1 (API No. 30-045-24985), located 660'FNL & 1980'FWL (Unit C) of Section 14, Township 29 North, Range 15 West, San Juan County; and,
- (4) Libra Well No. 1 (API No. 30-045-25852), located 810'FNL & 1800'FWL (Unit C) of Section 16, Township 32 North, Range 13 West, San Juan County.

**CASE 11380:** In the matter of the hearing called by the Oil Conservation Division ("Division") on its own motion to permit Sovereign Oil Company, operator, Allied Fidelity Insurance Company, surety, and all other interested parties to appear and show cause why the Sovereign "32-6" Well No. 1 (API No. 30-045-25790), located 1730 feet from the North line and 900 feet from the West line (Unit E) of Section 9, Township 32 North, Range 6 West, San Juan County, New Mexico (which is approximately 14.5 miles northeast by north of the Navajo Reservoir Dam), should not be plugged and abandoned in accordance with a Division-approved plugging program. Should the operator fail to properly plug said well, the Division should then be authorized to take such action as is deemed necessary to have this well properly plugged and abandoned and to direct the operator to pay the costs of such plugging.

**CASE 10898:** (Reopened - Continued from August 24, 1995, Examiner Hearing.)

In the matter of Case No. 10898 being reopened pursuant to the provisions of Division Order No. R-10056, which promulgated special pool rules and regulations for the Penasco Draw-Wolfcamp Pool in Eddy County, New Mexico, including a provision for 160-acre spacing and proration units and designated well location requirements. Operators in the subject pool may appear and show cause why the temporary special rules and regulation for the Pensaco Draw-Wolfcamp Pool should not be rescinded.

**CASE 11381:** In the matter of the hearing called by the Oil Conservation Division upon its own motion for an order creating and extending certain pools in Chaves and Eddy Counties, New Mexico.

- (a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the North Pierce Crossing-Wolfcamp Gas Pool. The discovery well is the Maralo, Inc. Cochiti "5" Federal Com. Well No. 1 located in Unit M of Section 5, Township 24 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM

Section 5: W/2

- (b) EXTEND the Southeast Acme-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 8 SOUTH, RANGE 27 EAST, NMPM

Section 11: NE/4

Section 14: SE/4

Section 23: NE/4

- (c) EXTEND the South Carlsbad-Canyon Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM

Section 12: E/2

Section 13: NE/4

- (d) EXTEND the South Carlsbad-Strawn Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM

Section 12: N/2

- (e) EXTEND the South Culebra Bluff-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM

Section 33: SE/4

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM

Section 4: E/2

Section 9: E/2

- (f) EXTEND the Happy Valley-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM

Section 18: N/2

Section 33: N/2

- (g) EXTEND the West Indian Flats-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 29: S/2

- (h) EXTEND the Nash Draw-Brushy Canyon Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 30 EAST, NMPM

Section 19: W/2

Section 30: N/2

- (i) EXTEND the Siegrest Draw-Abo Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 32: NW/4

- (j) EXTEND the White City-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

Section 31: All