

CASE 11614: Application of InterCoast Oil and Gas Company for approval of a unit agreement and an unorthodox well location, Lea County, New Mexico. Applicant seeks approval of the McMillan Exploratory Unit Agreement for an area comprising 160 acres of fee lands in Section 34 of Township 14 South, Range 38 East. Applicant also seeks approval of an unorthodox oil well location for its McMillan 34-2 Well to be drilled 1275 feet from the North line and 2600 feet from the East line (Unit B) of said Section 34 with the NW/4 NE/4 of Section 34 to be dedicated to the well, which is located approximately 1 ½ miles southwest of the intersection of US Highway 82 with the Texas state line.

CASE 11615: Application of Thornton Operating Corporation for pool contraction, pool creation, special pool rules, non-standard spacing or proration unit, directional drilling and an unorthodox well location, Chaves County, New Mexico. Applicant seeks the contraction of the South Lone Wolf-Devonian Pool to exclude the NW/4 of Section 26 and the NE/4 of Section 27, Township 13 South, Range 29 East; the creation of a new pool for the production from the Devonian formation underlying the SW/4 SW/4 of Section 23 and the NW/4 NW/4 of Section 26, Township 13 South, Range 29 East, for the promulgation of special rules and regulations therefor including 80-acre gas spacing units and designated well location requirements, a non-standard oil proration unit comprised of the SW/4 SW/4 of said Section 23 and the NW/4 NW/4 of said Section 26, reentry and directional drilling of the McClellan Federal Well No. 1 from a previously approved surface location 182 feet from the North line and 507 feet from the West line of said Section 26 and approval of an unorthodox bottomhole location for this well in the Devonian formation within 100 feet of a point 148 feet from the South line and 177 feet from the West line of said Section 23. The proposed pool boundary is located approximately 18 miles east of Hagerman, New Mexico.

CASE 11616: Application of Manzano Oil Corporation for compulsory pooling and unorthodox well location, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests in the SW/4 NE/4 of Section 11, Township 16 South, Range 36 East, for all formations developed on 40-acre spacing. Said unit is to be dedicated to its Double Eagle Well No. 1 to be drilled at an unorthodox location 1500 feet from the North line and 2250 feet from the East line (Unit G) of said Section 11. Also to be considered will be the costs of drilling and completing said well and the allocation of those costs as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said well is located approximately 1 mile southeast of Lovington, New Mexico.

CASE 11617: Application of Manzano Oil Corporation to amend Division Order No. R-10602 by compulsory pooling additional acreage, for an unorthodox oil well location, and for the creation of two new pools and the promulgation of special pool rules therefor, Lea County, New Mexico. Applicant seeks the creation of two new oil pools for the production of oil from the Wolfcamp and Strawn formations, both pools to comprise the N/2 SW/4 of Section 11, Township 16 South, Range 36 East, and the promulgation of special rules and regulations therefor including provisions for 80-acre spacing and proration units and designated well location requirements. The applicant further seeks to amend Division Order No. R-10602, dated May 23, 1996 to include provisions compulsory pooling all mineral interests in both the Wolfcamp and Strawn formations underlying the N/2 SW/4 of said Section 11 thereby forming a standard 80-acre oil spacing and proration unit within both intervals, provided the aforementioned pool creations and special pool rules are adopted. Both units are to be dedicated to its "SV" Chipshot Well No. 1 (API No. 30-025-33466), located at an unorthodox oil well location for both zones 2164 feet from the South line and 1362 feet from the West line (Unit K) of said Section 11. Said well is located approximately one mile southeast of Lovington, New Mexico.

CASE 11606: (Continued from September 5, 1996, Examiner Hearing.)

Application of Naumann Oil & Gas, Inc. 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 underlying the S/2 of Section 33, Township 17 South, Range 30 East, in the following described manner: the S/2 forming a standard 320-acre spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing. Applicant proposes to dedicate said pooled unit to a well to be drilled at a standard location thereon. 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 applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 2 miles southwest of Loco Hills, New Mexico.