

SUPPLEMENTAL TO DOCKET NO. 17-97

Examiner Hearing - June 12, 1997

CASE 11778: (Continued from May 29, 1997, Examiner Hearing.)

Application of Harvey E. Yates Company 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 following described acreage in Section 24, Township 18 South, Range 28 East, and in the following manner: The W/2 of Section 24 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 said vertical extent, including the Undesignated Palmillo Draw-Atoka Gas Pool, the Undesignated North Turkey Track-Morrow Gas Pool, and the Undesignated South Empire-Morrow Gas Pool; the SW/4 of Section 24 to form a standard 160-acre gas spacing and proration unit for any formations and/or pools developed on 160-acre spacing within said vertical extent; the N/2 SW/4 or the E/2 SW/4 of Section 24 for any and all formations and/or pools developed on 80-acre spacing within said vertical extent, including the Undesignated Travis-Yates Gas Pool and the Undesignated Travis-Upper Pennsylvanian Pool; and the NE/4 SW/4 of Section 24 to form a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within said vertical extent, including the Undesignated Artesia Queen-Grayburg-San Andres Pool and the Undesignated East Illinois Camp-Bone Spring Pool. Said units are to be dedicated to its Travis ATR "24" State Com Well No. 1, to be drilled at an orthodox location in said Section 24. Also to be considered will be the costs of drilling and completing said well and the allocation of the costs 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 unit is located approximately 11 miles southwest of Loco Hills, New Mexico.