

NMCCC Exhibit No. 1
Case No. 2098

The following is recommended for the northwest nomenclature case:

- (a) Extend the Aztec-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM

Section 9: SE/4
Section 10: SW/4
Section 15: W/2
Section 16: All
Section 21: N/2
Section 22: E/2

based on:

El Paso Nat. Gas #10 San Juan
A-10-30N-10W
AOF 4123 MCFPD; SICP 922#/18 days

El Paso Nat. Gas #1 King
A-22-30N-10W
AOF 5324 MCFPD; SICP 944#/22 days

- (b) Extend the Blanco-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM

Section 6: S/2

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM

Section 1: E/2

based on:

Anderson-Prichard #3 Federal
F-6-29N-8W
AOF 6083 MCFPD; SICP 1005#/8 days

- (c) Extend the South Blanco-Pictured Cliffs Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

Section 34: NW/4

based on:

Skelly Oil Co. #1 Mexico Federal "H"
D-34-25N-3W
AOF 507 MCFPD

- (d) Extend the Tapacito-Pictured Cliffs Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 31: SE/4

based on:

Southern Union #7 Jicarilla "D"
I-31-26N-3W
AOF 23,342 MCFPD; SICP 1010#/20 days

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TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM

Section 9: SE/4
Section 10: SW/4
Section 15: W/2
Section 16: All
Section 21: N/2
Section 22: N/2

based on:

El Paso Nat. Gas #10 San Juan
M-10-30N-10W
AOF 4128 MCFPD; SICP 922#/18 days

El Paso Nat. Gas #1 King
A-22-30N-10W
AOF 5324 MCFPD; SICP 944#/22 days

- (b) Extend the Blanco-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM

Section 6: S/2

TOWNSHIP 29 NORTH, RANGE 9 WEST, NMPM

Section 1: E/2

based on:

Anderson-Prichard #3 Federal
F-6-29N-8W
AOF 6023 MCFPD; SICP 1005#/3 days

- (c) Extend the South Blanco-Pictured Cliffs Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM

Section 34: NW/4

based on:

Skelly Oil Co. #1 Mexico Federal "H"
D-34-25N-3W
AOF 507 MCFPD

- (d) Extend the Tapacito-Pictured Cliffs Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM

Section 31: SE/4

based on:

Southern Union #7 Jicarilla "D"
I-31-26N-3W
AOF 23,342 MCFPD; SICP 1010#/20 days

Case No. 2098

- (e) Extend the West Kutz-Pictured Cliffs Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 13 WEST, NMPM

Section 17: SW/4

Section 18: SE/4

Section 20: N/2

based on:

Basin Company #1 Fawkes

F-18-29N-13W

AOF 822 MCFPD; SICP 301#/30 days

Basin Company #77 Ted M. White

F-20-29N-13W

AOF 1567 MCFPD; SICP 323#/7 days

- (f) Extend the Blanco-Mesaverde Pool boundary in Rio Arriba and San Juan Counties, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 5 WEST, NMPM

Section 30: All (partial)

based on:

Order R-1714

- (g) Extend the Otero-Gallup Oil Pool boundary in Rio Arriba County, New Mexico, to include therein:

TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM

Section 2: SE/4 and NW/4 SW/4

TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM

Section 25: N/2 SW/4

based on:

Skelly Oil #3 Farming "E"

K-2-24N-6W

IP 42 BOPD

Kern County Land Co. #23-25 McKenzie Federal

K-25-25N-6W

IP 56 BOPD

- (h) Extend the Verde-Gallup Oil Pool boundary in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 14 WEST, NMPM

Section 21: N/2 NE/4, SE/4 NE/4, and NE/4 NW/4

based on:

Socóny Mobil #11 Ute Mountain

A-21-31N-14W

IP 123 BOPD