

The applicant further seeks to qualify said project for the recovered oil tax rate under the "New Mexico Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). Said project area is centered approximately 22 miles west of Hobbs, New Mexico.

**CASE 10717:** **Application of Davcro Inc. for salt water disposal, Lea County, New Mexico.** Applicant seeks authority to re-enter the previously plugged and abandoned Cactus Drilling Corporation Sawyer Deep Well No. 1 located 330 feet from the South line and 2310 feet from the West line (Unit N) of Section 19, Township 9 South, Range 38 East, and utilize said well to dispose of produced salt water into the Sawyer-San Andres Associated Pool through the open-hole interval from approximately 5120 feet to 5600 feet. Said well is located approximately 4.5 miles east of Crossroads, New Mexico.

**CASE 10676:** (Continued from April 8, 1993, Examiner Hearing.)

**Application of Mitchell Energy Corporation for compulsory pooling, Eddy County, New Mexico.** Applicant seeks an order pooling all mineral interests from the surface to the base of the Pennsylvanian formation underlying the following described areas in Section 35, Township 24 South, Range 29 East, and in the following manner: the N/2 forming 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; the NW/4 forming a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within said vertical extent; the E/2 NW/4 forming a standard 80-acre oil spacing and proration unit for any and all formations and/or pools developed on 80-acre spacing within said vertical extent; and the SE/4 NW/4 forming 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. Said units are to be dedicated to a single 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 costs thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in drilling said well. Said unit is located approximately 16 miles southeast of Carlsbad, New Mexico.

**CASE 10718:** **Application of S & J Operating Company for an unorthodox oil well location, Chaves County, New Mexico.** Applicant seeks approval for an unorthodox oil well location 566 feet from the South line and 15 feet from the West line (Unit M) of Section 29, Township 11 South, Range 28 East, to test the Fusselman formation, the SW/4 SW/4 of said Section 29 is to be dedicated to said well forming a standard 40-acre oil spacing and proration unit. Said unit is located approximately 10 miles east of Bottomless Lake State Park.

**CASE 10719:** **Application of Anadarko Petroleum Corporation for directional drilling and an unorthodox bottomhole gas well location, Eddy County, New Mexico.** Applicant seeks authority to directionally drill its proposed Power Federal Com Well No. 2 from a surface location 1400 feet from the South line and 660 feet from the East line (Unit I) of Section 26, Township 17 South, Range 30 East, in such a manner as to bottom the well in the Cedar Lake-Morrow Gas Pool at an unorthodox subsurface gas well location within 75 feet of a point 660 feet from the South and East lines (Unit P) of said Section 26. The E/2 of said Section 26 is to be dedicated to said well forming a standard 320-acre gas spacing and proration unit for said pool. Said unit is located approximately 3 miles east-southeast of Loco Hills, New Mexico.

**CASE 10720:** **Application of Meridian Oil Inc. for amendment of Division Order No. R-9702, San Juan County, New Mexico.** Applicant seeks to amend Division Order No. R-9702 in order to change the commencement point of its previously approved Black Diamond Com "20" Well No. 1 to an unorthodox surface location 120 feet from the North and West lines (Unit D) of Section 20, Township 30 North, Range 15 West, being a previously approved high angle/horizontal directional drilling pilot project located in the W/2 of said Section 20, Undesignated Horseshoe-Gallup Oil Pool. Said pilot project area is located approximately 4.75 miles northwest by north of Fruitland, New Mexico.

**CASE 10721:** **Application of Meridian Oil Inc. for an unorthodox gas well location and downhole commingling, San Juan County, New Mexico.** Applicant seeks approval to downhole commingle Fulcher Kutz-Pictured Cliffs Gas Pool and Basin-Fruitland Coal Gas Pool production within the wellbore of its proposed Rowley Com Well No. 500 to be drilled at an unorthodox gas well location for the Fulcher Kutz-Pictured Cliffs Gas Pool 2335 feet from the South line and 1850 feet from the West line (Unit K) of Section 7, Township 27 North, Range 10 West. Said well is to be dedicated to a standard 332.92-acre gas spacing and proration unit for the Basin-Fruitland Coal Gas Pool being the W/2 of Section 7 and to a standard 166.61-acre gas spacing unit for the Fulcher Kutz-Pictured Cliffs Gas Pool being the SW/4 of Section 7. The well is located approximately 10 miles south of Bloomfield, New Mexico.

**CASE 10722:** Application of Meridian Oil Inc. for downhole commingling, San Juan County, New Mexico. Applicant seeks approval to downhole commingle Fulcher-Kutz Pictured Cliffs Gas Pool and Basin-Fruitland Coal Gas Pool production within the wellbore of its proposed McAdams Well No. 500 to be drilled at a standard gas well location 790 feet from the North line and 1010 feet from the East line (Unit A) of Section 28, Township 27 North, Range 10 West. Said well is to be dedicated to a standard 320-acre gas spacing unit for the Basin-Fruitland Coal Gas Pool being the E/2 of Section 28 and to a standard 160-acre gas spacing unit for the Fulcher Kutz- Pictured Cliffs Gas Pool being the NE/4 of Section 28. The well is located approximately 13 miles south of Bloomfield, New Mexico.

**CASE 10723:** Application of Meridian Oil Inc. for an unorthodox gas well location and downhole commingling, San Juan County, New Mexico. Applicant seeks approval to downhole commingle West Kutz-Pictured Cliffs Gas Pool and Basin-Fruitland Coal Gas Pool production within the wellbore of its proposed Whitley "A" Well No. 100 to be drilled at an unorthodox gas well location for the West Kutz-Pictured Cliffs Gas Pool 2010 feet from the South line and 1090 feet from the West line (Unit L) of Section 17, Township 27 North, Range 11 West. Said well is to be dedicated to a standard 320-acre gas spacing and proration unit for the Basin-Fruitland Coal Gas Pool being the W/2 of Section 17 and to a standard 160-acre gas spacing unit for the West Kutz-Pictured Cliffs Gas Pool being the SW/4 of Section 17. The well is located approximately 10 miles south of Bloomfield, New Mexico.

**CASE 10724:** Application of Meridian Oil Inc. for an unorthodox gas well location and downhole commingling, San Juan County, New Mexico. Applicant seeks approval to downhole commingle West Kutz-Pictured Cliffs Gas Pool and Basin-Fruitland Coal Gas Pool production within the wellbore of its proposed Rhodes C Well No. 101 to be drilled at an unorthodox gas well location for both the West Kutz-Pictured Cliffs Gas Pool and the Basin-Fruitland Coal Gas Pool, being 100 feet from the South line and 2270 feet from the West line (Unit N) of Section 30, Township 28 North, Range 11 West. Said well is to be dedicated to a standard 316.02-acre gas spacing and proration unit for the Basin-Fruitland Coal Gas Pool being the W/2 of Section 30 and to a standard 158.06-acre gas spacing unit for the West Kutz-Pictured Cliffs Gas Pool being the SW/4 of Section 30. The well is located approximately 7 miles south of Bloomfield, New Mexico.

**CASE 10725:** Application of Meridian Oil Inc. for an unorthodox gas well location and downhole commingling, San Juan County, New Mexico. Applicant seeks approval to downhole commingle West Kutz-Pictured Cliffs Gas Pool and the Basin-Fruitland Coal Gas Pool production within the wellbore of its proposed Rhodes C Well No. 102 to be drilled at an unorthodox gas well location for the West Kutz-Pictured Cliffs Gas Pool being 790 feet from the North line and 1950 feet from the East line (Unit B) of Section 31, Township 28 North, Range 11 West. Said well is to be dedicated to a standard 317.85-acre gas spacing and proration unit for the Basin-Fruitland Coal Gas Pool being the N/2 equivalent of Section 31 and to a standard 160-acre gas spacing unit for the West Kutz-Pictured Cliffs Gas Pool being the NE/4 of Section 31. The well is located approximately 7 miles south of Bloomfield, New Mexico.

**CASE 10726:** In the matter of the hearing called by the Oil Conservation Division on 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 Atoka production and designated as the Bunting Ranch-Atoka Gas Pool. The discovery well is the Mitchell Energy Corporation State "36" Well No. 1 located in Unit B of Section 36, Township 19 South, Range 21 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 21 EAST, NMPM  
Section 36: N/2

- (b) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Diablo-Wolfcamp Gas Pool. The discovery well is the Yates Petroleum Corporation Pathfinder AFT State Well No. 6 located in Unit F of Section 21, Township 10 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM  
Section 21: N/2

- (c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Laguna Salado-Morrow Gas Pool. The discovery well is the Amoco Production Company Teledyne Well No. 18 located in Unit J of Section 18, Township 23 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM  
Section 18: S/2