

**XXXX-XXXX** 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 West Bear Grass Draw-Atoka Gas Pool. The discovery well is the Amoco Production Co. Empire South Deep Unit Well No. 6 located in Unit P of Section 1, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

Section 1: S/2

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the North Brushy Draw-Delaware Pool. The discovery well is the Southwest Royalties North Brushy Draw 35 Federal Well No. 1 located in Unit G of Section 35, Township 25 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM

Section 35: NE/4

Section 36: W/2

- (c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Southeast Carlsbad-Wolfcamp Gas Pool. The discovery well is the Collins and Ware, Inc. Happy Valley Federal Com Well No. 1 located in Unit G of Section 28, Township 22 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM

Section 28: N/2

- (d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the East Cedar Lake-Morrow Gas Pool. The discovery well is the Texaco Exploration and Production, Inc. Dow "B" 33 Federal Well No. 1 located in Unit J of Section 33, Township 17 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 33: E/2

- (e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Crooked Creek-Atoka Gas Pool. The discovery well is the Yates Petroleum Corp. Lechuguilla Canyon AJ Federal Well No. 1 located in Unit O of Section 8, Township 24 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM

Section 8: S/2

- (f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the North Hoag Tank-Strawn Gas Pool. The discovery well is the Yates Petroleum Corp. Rancherita AMH State Com Well No. 1 located in Unit N of Section 8, Township 19 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 8: S/2

- (g) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Illinois Camp-Bone Spring Pool. The discovery well is the Mewbourne Oil Co. Turkey Track "15" State Well No. 1 located in Unit E of Section 15, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

Section 15: W/2

- (h) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Upper Pennsylvanian production and designated as the South Indian Basin-Upper Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corp. Bandana Federal Unit Well No. 1 located in Unit H of Section 20, Township 22 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM

Section 20: E/2

- (i) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Wolfcamp production and designated as the South Leo-Wolfcamp Pool. The discovery well is the Yates Petroleum Corp. Benson Deep Federal ET Com Well No. 1 located in Unit B of Section 33, Township 18 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM

Section 33: NE/4

- (j) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Southeast Quahada Ridge-Delaware Pool. The discovery well is the Enron Oil and Gas James Ranch Unit Well No. 19 located in Unit J of Section 36, Township 22 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM

Section 36: SE/4

- (k) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware (Brushy Canyon) production and designated as the Red Bluff-Brushy Canyon Pool. The discovery well is the Yates Petroleum Corp. Flower AGA State Well No. 1 located in Unit I of Section 3, Township 26 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 28 EAST, NMPM

Section 3: SE/4

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

TOWNSHIP 8 SOUTH, RANGE 27 EAST, NMPM

Section 11: SE/4

Section 12: SW/4

Section 14: NE/4

- (m) EXTEND the East Burton Flat-Strawn Gas Pool in Eddy County, New Mexico, to include therein;

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM

Section 2: N/2

- (n) EXTEND the Cabin Lake-Delaware Pool in Eddy County, New Mexico, to include therein;

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM

Section 1: SE/4

- (o) EXTEND the East Catclaw Draw-Delaware Pool in Eddy County, New Mexico, to include therein;

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 16: NW/4

- (p) EXTEND the Cemetery-Morrow Gas Pool in Eddy County, New Mexico, to include therein;

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM

Section 35: N/2

- (q) EXTEND the Coyote-Queen Pool in Chaves County, New Mexico, to include therein;  
TOWNSHIP 11 SOUTH, RANGE 27 EAST, NMPM  
Section 20: SW/4
- (r) EXTEND the North Dagger Strawn-Upper Pennsylvanian Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM  
Section 21: SW/4
- (s) EXTEND the Eagle Creek-Permo Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM  
Section 15: S/2  
Section 16: S/2
- (t) EXTEND the Esperanza-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM  
Section 10: S/2  
Section 15: W/2
- (u) EXTEND the South Golden Lane-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 21 SOUTH, RANGE 29 EAST, NMPM  
Section 8: SE/4
- (v) EXTEND the Grayburg Jackson-Seven Rivers-Queen-Grayburg-San Andres Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM  
Section 17: NE/4
- (w) EXTEND the Greenwood-Bone Spring Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM  
Section 12: NW/4
- (x) EXTEND the East Herradura Bend-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM  
Section 25: SW/4  
TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM  
Section 2: SE/4
- (y) EXTEND the North Illinois Camp-Morrow Gas Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM  
Section 36: S/2
- (z) EXTEND the Ingle Wells-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM  
Section 26: N/2 and SE/4  
Section 35: NE/4

- (aa) EXTEND the Los Medanos-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM  
Section 17: SE/4
- (bb) EXTEND the Los Medanos-Morrow Gas Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM  
Section 36: All
- (cc) EXTEND the South Loving-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM  
Section 16: NW/4
- (dd) EXTEND the Nash Draw Cherry Canyon Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM  
Section 12: S/2
- (ee) EXTEND the South Pecos Slope-Abo Gas Pool in Chaves County, New Mexico, to include therein;  
TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM  
Section 6: NE/4
- (ff) EXTEND the Pine Lodge-Abo Gas Pool in Chaves County, New Mexico, to include therein;  
TOWNSHIP 9 SOUTH, RANGE 22 EAST, NMPM  
Section 7: SE/4  
Section 18: E/2 and SW/4
- (gg) EXTEND the Race Track-Devonian Pool in Chaves County, New Mexico, to include therein;  
TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM  
Section 13: NE/4
- (hh) EXTEND the East Red Lake-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM  
Section 27: N/2
- (ii) EXTEND the West Sand Dunes-Delaware Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM  
Section 20: SE/4  
Section 21: SW/4  
Section 28: E/2  
Section 33: NW/4  
  
TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM  
Section 5: NW/4
- (jj) EXTEND the Walters Lake-Bone Spring Pool in Eddy County, New Mexico, to include therein;  
TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM  
Section 2: SE/4