

CASE 10968: (Continued from May 12, 1994, Examiner Hearing.)

Application of Siete Oil and Gas Corporation for salt water disposal, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Delaware formation through the perforated interval from approximately 3714 feet to 3964 feet in its State "MA" Well No. 1 located 1980 feet from the North line and 660 feet from the East line (Unit H) of Section 3, Township 25 South, Range 28 East, NMPM. This well is located approximately 4 miles south of Malaga, New Mexico.

CASE 10975: Continued from May 12, 1994, Examiner Hearing.)

In the matter of the application of the Oil Conservation Division upon its own motion for an order for the creation, abolishment and extension of certain existing pools in Eddy and Chaves Counties, New Mexico.

- (a) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Artesia-Bone Spring Pool. The discovery well is the National Energy Group, Inc. State 18 Com Well No. 1 located in Unit K of Section 18, Township 19 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM

Section 18: S/2

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Strawn production and designated as the North Cedar Lake-Strawn Pool. The discovery well is the Anadarko Petroleum Corp. Power Federal Com Well No. 2 located in Unit I of Section 26, Township 17 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 26: E/2

- (c) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Northeast Corral Canyon-Delaware Pool. The discovery well is the Fortson Oil Co. Poker Lake Unit Well No. 79 located in Unit M of Section 2, Township 25 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 30 EAST, NMPM

Section 2: SW/4

- (d) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Yeso production and designated as the Empire-Yeso Pool. The discovery well is the Marbob Energy Corp. New Mexico CY State Well No. 1 located in Unit J of Section 23, Township 17 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 23: SE/4

- (e) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Northeast Hackberry-Delaware Pool. The discovery well is the BTA Oil Producers Lusk 9209 JV-P Well No. 1 located in Unit F of Section 12, Township 19 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM

Section 12: NW/4

- (f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the West Logan Draw-Morrow Gas Pool. The discovery well is the Yates Petroleum Corp. Fasken-Exxon AOF Federal Com Well No. 1 located in Unit J of Section 31, Township 17 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 31: E/2

- (g) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the East Penlon-Bone Spring Pool. The discovery well is the Premier Oil & Gas, Inc. Eddy FV State Com Well No. 1 located in Unit H of Section 25, Township 20 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM

Section 25: NE/4

- (h) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Upper Penn production and designated as the South Sand Dunes-Upper Pennsylvanian Pool. The discovery well is the Southland Royalty Co. Empire 34 Federal Well No. 1 located in Unit G of Section 34, Township 18 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 34: E/2

- (i) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Abo production and designated as the Siegreist Draw-Abo Pool. The discovery well is the Yates Petroleum Corporation Sunflower AHW Federal Well No. 2 located in Unit A of Section 31, Township 19 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM

Section 31: N/2

- (j) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Strawn production and designated as the Springer Basin-Strawn Gas Pool. The discovery well is the Yates Petroleum Corporation Long Arroyo OD State Com Well No. 1 located in Unit I of Section 14, Township 14 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 27 EAST, NMPM

Section 14: E/2

- (k) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Bone Spring production and designated as the Southeast Willow Lake-Bone Spring Pool. The discovery well is the Maralo Inc. Pickett Draw Federal Well No. 1 located in Unit F of Section 9, Township 25 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM

Section 9: NW/4

- (l) There is need for the abolishment of the Northwest Dagger Draw-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico, in order to correct nomenclature. Said pool comprises the N/2 of Section 2, Township 19 South, Range 24 East, NMPM

- (m) Extend the North Brushy Draw-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM

Section 26: S/2

TOWNSHIP 26 SOUTH, RANGE 29 EAST, NMPM

Section 1: NW/4

Section 2: NE/4

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

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM

Section 11: SE/4

- (o) EXTEND the Calabaza Draw-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 2: S/2

Section 3: S/2