

(14) In order to prevent waste and protect correlative rights, special pool rules providing for 160-acre spacing and proration units should be established for the North Cass Draw-Wolfcamp Pool.

(15) The special pool rules should provide for designated well locations such that a well shall be located no closer than 660 feet to any outer boundary of a spacing and proration unit and no closer than 330 feet to any quarter-quarter section line or subdivision inner boundary.

(16) In order to allow all interest owners within the NW/4 of Section 27 to share in production from the Weems Well No. 1 from the date of first production, the special pool rules for the North Cass Draw-Wolfcamp Pool should be made effective February 1, 2000.

(17) Approval of the unorthodox well location will afford Santa Fe the opportunity to produce its just and equitable share of the oil underlying the NW/4 of Section 27 and will otherwise prevent waste and protect correlative rights.

(18) Pursuant to Division Rules No. 505.A. and 506.A., the subject pool should be assigned a depth bracket allowable of 515 barrels of oil per day at a limiting gas-oil ratio of 2,000 cubic feet of gas per barrel of oil.

IT IS THEREFORE ORDERED THAT:

(1) Pursuant to the application of Santa Fe, a new pool in Eddy County, New Mexico, classified as an oil pool for Wolfcamp production is hereby created and designated the North Cass Draw-Wolfcamp Pool, with vertical limits comprising the Wolfcamp formation and horizontal limits comprising the following described area:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 27: NW/4

(2) Special pool rules for the North Cass Draw-Wolfcamp Pool are hereby adopted as follows:

**SPECIAL POOL RULES FOR THE
NORTH CASS DRAW-WOLFCAMP POOL**

RULE 1. Each well completed in or recompleted in the North Cass Draw-Wolfcamp Pool or in the Wolfcamp formation within one mile thereof, and not nearer to