

- (c) an effective date of February 1, 2000 for the special pool rules; and
- (d) an exception to the proposed rules for an unorthodox well location for its Weems Well No. 1 (API No. 30-015-24827) located 990 feet from the North line and 1330 feet from the West line (Unit C) of Section 27.

(3) Harold J. Grandi, Elizabeth Ann Grandi Revocable Trust, Enea Maurice Grandi, Jr., Iris Jeannie Grandi, Charlotte Louise Bingman, Raymond Henry Grandi and Norma Jean Kelly (collectively referred to as the “Grandi Group”), all interest owners within the NW/4 of Section 27, appeared at the hearing through legal counsel.

(4) Division records indicate that the Weems Well No. 1 was originally drilled in 1984 at an unorthodox gas well location approved by Division Order No. NSL-1798. The well subsequently produced from the Carlsbad-Strawn Gas Pool, the South Carlsbad-Morrow Gas Pool and the Otis-Atoka Gas Pool. On or about February 6, 2000, Santa Fe recompleted the well to the Wolfcamp formation through perforations from 9,062 feet to 9,114 feet. The well IP’d at a rate of 347 BOPD and 485 MCFGPD.

(5) Pursuant to Division rules, the Weems Well No. 1 has been classified as an oil well.

(6) The Weems Well No. 1 is located within one mile of both the Cass Draw-Wolfcamp and East Carlsbad-Wolfcamp Gas Pools. There are no Wolfcamp oil pools within one mile of the Weems Well No. 1.

(7) The applicant’s evidence demonstrates that there are approximately six separate fee leases within the NW/4 of Section 27 and the interest ownership within these leases is very complex.

(8) The applicant’s geologic evidence demonstrates that:

- (a) the Weems Well No. 1 is producing from an oil-productive Upper-Wolfcamp interval that is stratigraphically higher than the Wolfcamp intervals being produced in the Cass Draw-Wolfcamp and East Carlsbad-Wolfcamp Gas Pools;