

**STATE OF NEW MEXICO  
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:**

**NOMENCLATURE  
CASE NO. 12367  
ORDER NO. R-11396**

**APPLICATION OF SANTA FE SNYDER CORPORATION FOR POOL  
CREATION, SPECIAL POOL RULES, AND AN UNORTHODOX OIL WELL  
LOCATION, EDDY COUNTY, NEW MEXICO.**

**ORDER OF THE DIVISION**

**BY THE DIVISION:**

This case came on for hearing at 8:15 a.m. on May 4, 2000, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 8<sup>th</sup> day of June, 2000, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

**FINDS THAT:**

- (1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.
- (2) The applicant, Santa Fe Snyder Corporation ("Santa Fe"), seeks:
  - (a) the creation a new pool for the production of oil from the Wolfcamp formation comprising the NW/4 of Section 27, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico;
  - (b) the promulgation of special pool rules including provisions for 160-acre spacing and proration units with wells to be located no closer than 330 feet to any quarter-quarter section line or subdivision inner boundary;