

Sec : 34 Twp : 09S Rng : 27E Section Type : NORMAL

D 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	C 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	B 40.00	A 40.00 Federal owned
E 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	F 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	G 40.00 Federal owned	H 40.00 Federal owned
L 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04 A	K 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	J 40.00 Federal owned A	I 40.00 Federal owned
M 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	N 40.00 CS VA2088 0000 YATES PETROLEUM C 12/01/04	O 40.00 Federal owned	P 40.00 Federal owned

CMD : ONGARD 04/28/04 16:34:59  
 OG6C101 C101-APPLICATION FOR PERMIT TO DRILL OGOMES -TPJU

OGRID Idn : 25575 API Well No: 30 5 63631 APD Status(A/C/P) : A  
 Opr Name, Addr: YATES PETROLEUM CORPORATION Aprvl/Cncl Date : 12-31-2003  
 105 S 4TH ST  
 ARTESIA,NM 88210

Prop Idn: 33241 WELLER BDW STATE Well No: 1

U/L	Sec	Township	Range	Lot Idn	North/South	East/West
Surface Locn	: L	34	09S	27E	FTG 2500 F S	FTG 660 F W
OCD U/L	: L	API County : 5				

Work typ(N/E/D/P/A) : N Well typ(O/G/M/I/S/W/C) : G Cable/Rotary (C/R) : R  
 Lease typ(F/S/P/N/J/U/I) : S Ground Level Elevation : 3862

State Lease No: Multiple Comp (S/M/C) : S  
 Prpsd Depth : 7210 Prpsd Frmtn : UND PRE/CAMBRIAN

E0009: Enter data to modify record

PF01 HELP PF02 PF03 EXIT PF04 GoTo PF05 PF06 CONFIRM  
 PF07 PF08 PF09 PRINT PF10 C102 PF11 HISTORY PF12

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-101

**APPLICATION FOR PERMIT TO DRILL**

Operator Name and Address <b>YATES PETROLEUM CORPORATION</b> 105 South Fourth St. Artesia, NM 88210		OGRID Number <b>25575</b>
		API Number <b>30-005-63631</b>
Property Code <b>33241</b>	Property Name <b>Weller BDW State</b>	Well No. <b>001</b>

**Surface Location**

UL or Lot <b>L</b>	Section <b>34</b>	Township <b>09S</b>	Range <b>27E</b>	Lot Idn <b>L</b>	Feet From <b>1980</b>	N/S Line <b>S</b>	Feet From <b>660</b>	E/W Line <b>W</b>	County <b>Chaves</b>
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**Proposed Pools**

<b>Wildcat Precambrian</b>				
Work Type <b>New Well</b>	Well Type <b>GAS</b>	Cable/Rotary	Lease Type <b>State</b>	Ground Level Elevation <b>3868</b>
Multiple <b>N</b>	Proposed Depth <b>7210</b>	Formation <b>Undesignated Precambrian</b>	Contractor	Spud Date <b>12/31/2003</b>

**Proposed Casing and Cement Program**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	11.75	42	400	400	0
Intl	11	8.625	24	1300	525	0
Prod	7.875	5.5	15.5	7210	675	4450

**Casing/Cement Program: Additional Comments**

Yates Petroleum Corporation proposes to drill and test the Precambrian/intermediate formations. Approximately 400' of surface casing will be set/cemented. If commercial, intermediate and production casing will be run/cemented, will perforate/stimulate as needed for production. NO H2S ANTICIPATED. MUD PROGRAM: 0-400' FWGel/Paper/LCM; 400'-4900' Cut Brine/Brine; 4900'- 7210' Starch/Salt Gel/ KCL.

**Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
<b>Double Ram</b>	<b>2000</b>	<b>2000</b>	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Electronically Signed By: Debbie Caffall

Title: Regulatory Technician

Date: 12/30/2003

Phone: 505-748-4364

### OIL CONSERVATION DIVISION

Electronically Approved By:

Title:

Approval Date:

Expiration Date:

Conditions of Approval:

There are conditions. See Attached.

MARTIN YATES, III  
1912 - 1986  
FRANK W. YATES  
1936 - 1986



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210-2118  
TELEPHONE (805) 748-1471

S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
PRESIDENT  
PEYTON YATES  
EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS G. KINSEY  
TREASURER

December 30, 2003

Mr. Bryan Arrant  
Oil Conservation Division, District II Office  
1301 W. Grand Ave.  
Artesia, NM 88210

Re: Weller BDW State #1  
1980' FSL and 660' FWL  
Section 34, T9S-R27E  
Chaves County, New Mexico  
H2S Contingency Plan

Sources at Yates Petroleum Corporation have relayed information to me that they believe there will be no H2S anticipated from the surface to the Precambrian Formation to meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

YATES PETROLEUM CORPORATION

Robert Asher  
Regulatory Agent

/rca

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

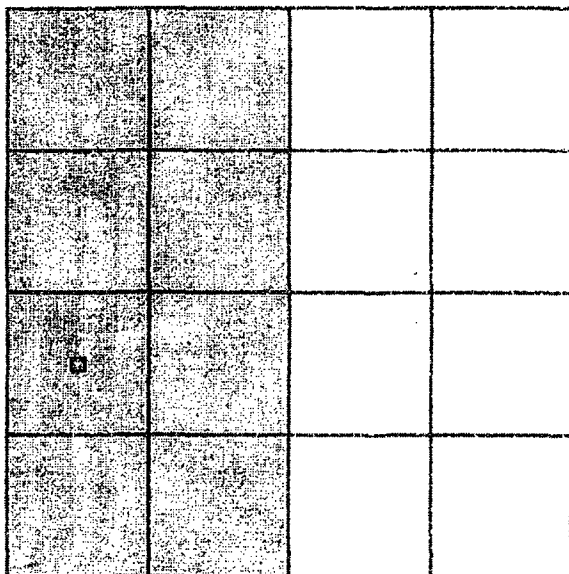
Form C-102

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number 30-005-63631	Pool Name Wildcat Precambrian	Pool Code
Property Code 33241	Property Name Weller BDW State	Well No. 001
OGRID No. 25575	Operator Name YATES PETROLEUM CORPORATION	Elevation 3868

**Surface And Bottom Hole Location**

UL or Lot L	Section 34	Township 09S	Range 27E	Lot Idn L	Feet From 1980	N/S Line S	Feet From 660	E/W Line W	County Chaves
Dedicated Acres 320	Joint or Infill	Consolidation Code	Order No.						

**OPERATOR CERTIFICATION**

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.*

Electronically Signed By: Debbie Caffall

Title: Regulatory Technician

Date: 12/30/2003

**SURVEYOR CERTIFICATION**

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.*

Surveyed By: Herschel Jones

Date of Survey: 12/16/2003

Certificate Number: 3640

## Permit Conditions Of Approval

**Operator: YATES PETROLEUM CORPORATION , 25575**

**Well: Weller BDW State #001**

OCD Reviewer	Condition
BARRANT	Cement to cover ALL oil,gas and water bearing zones.

Submit 3 Copies to Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised March 25, 1999

OIL CONSERVATION DIVISION  
2040 South Pacheco St.  
Santa Fe, NM 87505

WELL API NO.

30-005-63631

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VA-2088

7. Lease Name or Unit Agreement Name:

Weller BDW State

8. Well No.

1

9. Pool name or Wildcat

Undesignated Precambrian

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:

Oil Well ☐ Gas Well ☒ Other

RECEIVED

2. Name of Operator

Yates Petroleum Corporation

FFR 0 9 2004

3. Address of Operator

105 South Fourth Street, Artesia, New Mexico 88210

OCD-ARTESIA

4. Well Location

Unit Letter: L : 2500 feet from the South line and 660 feet from the West line  
Section 34 Township 9S Range 27E NMPM County Chaves

10. Elevation (Show whether DF, RKB, RT, GR, etc.)

3862'

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: Location change ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Yates Petroleum Corporation wishes to move the captioned well's location from 1980' FSL and 660' FWL to 2500' FSL and 660' FWL. Enclosed is a plat showing the new location. Thank you.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Robert Asher TITLE Regulatory Agent DATE 02/09/04

Type or print name Robert Asher Telephone No. (505) 748-4376

(This space for State use)

APPROVED BY FOR RECORDS ONLY DATE FEB 11 2004

Conditions of approval, if any:



**DISTRICT I**  
1625 N. French Dr., Hobbs, NM 88240

**DISTRICT II**  
811 South First, Artesia, NM 88210

**DISTRICT III**  
1000 Rio Brazos Rd., Aztec, NM 87410

**DISTRICT IV**  
2040 South Pacheco, Santa Fe, NM 87506

**State of New Mexico**  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised March 17, 1990  
Instruction on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

**OIL CONSERVATION DIVISION**

P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

API Number		Pool Code	Pool Name <u>Undesignated Precambrian</u>
Property Code	Property Name <u>WELLER "BDW" STATE</u>		Well Number <u>1</u>
OGRID No. <u>025575</u>	Operator Name <u>YATES PETROLEUM CORPORATION</u>		Elevation <u>3862</u>

**Surface Location**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<u>L</u>	<u>34</u>	<u>9S</u>	<u>27E</u>		<u>2500</u>	<u>SOUTH</u>	<u>660</u>	<u>WEST</u>	<u>CHAVES</u>

**Bottom Hole Location If Different From Surface**

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres <u>320</u>		Joint or Infill		Consolidation Code		Order No.			

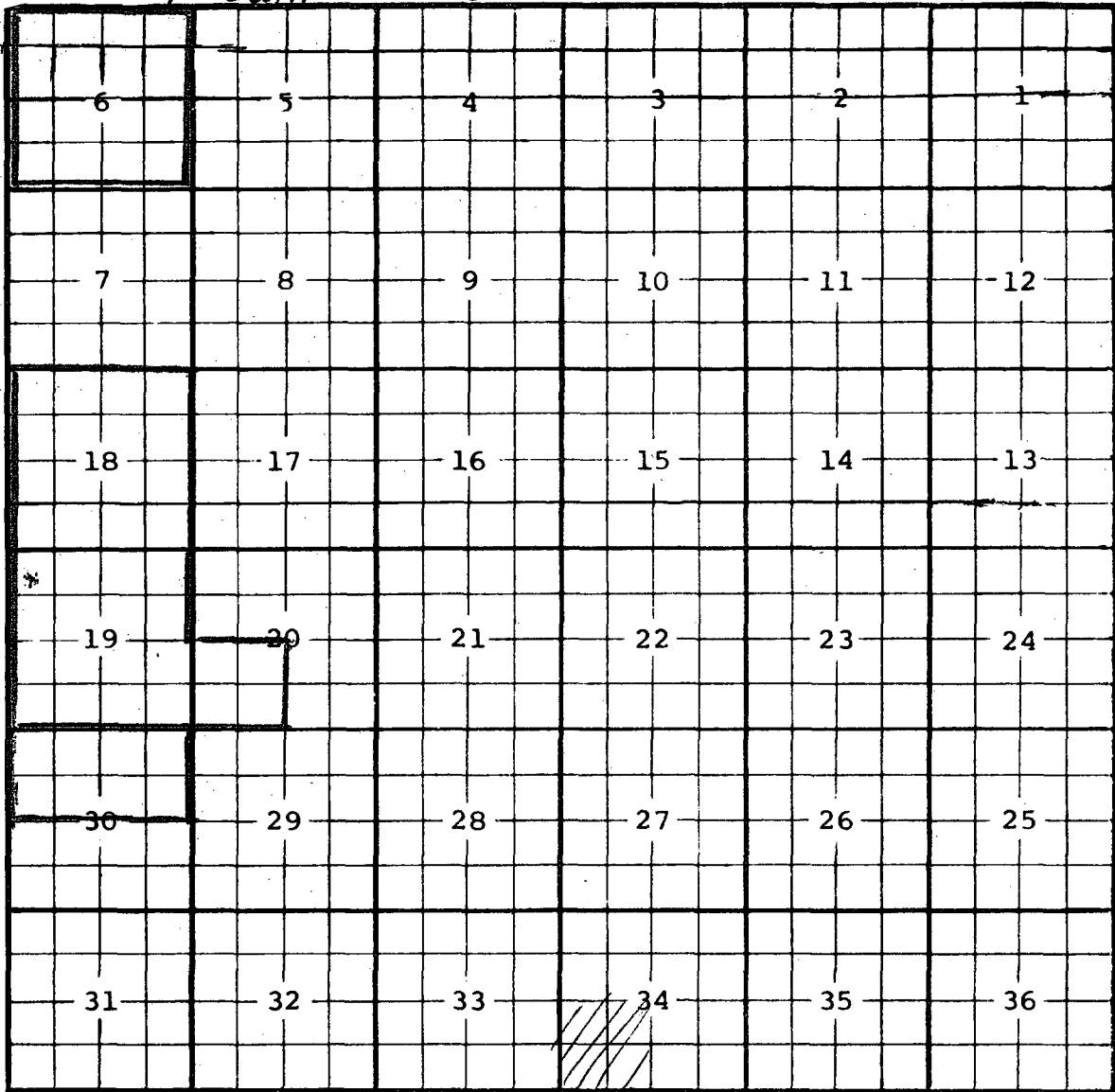
**NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION**

VA-2088				<b>RECEIVED</b>  FEB 09 2004 <b>OCD-ARTESIA</b>
N.33°29'20.2" W.104°11'17.4"				
				<b>OPERATOR CERTIFICATION</b>  I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.   Signature <u>Robert Asher</u> Printed Name <u>Regulatory Agent</u> Title <u>2/9/2004</u> Date
<b>SURVEYOR CERTIFICATION</b>  I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  <u>2/04/2004</u> Date Surveyed  Signature of Professional Surveyor Certificate No. <u>Weller</u> Jones RLS 3640 WELLES PROFESSIONAL LAND SURVEYING COMPANY GENERAL SURVEYING COMPANY				

0 330' 660' 990' 1650' 1980' 2310' 2310' 1980' 1650' 990' 660' 330' 0'

County Chaves Pool Pecos Slope-Abo Gas

TOWNSHIP 9 South Range 27 East NMPM

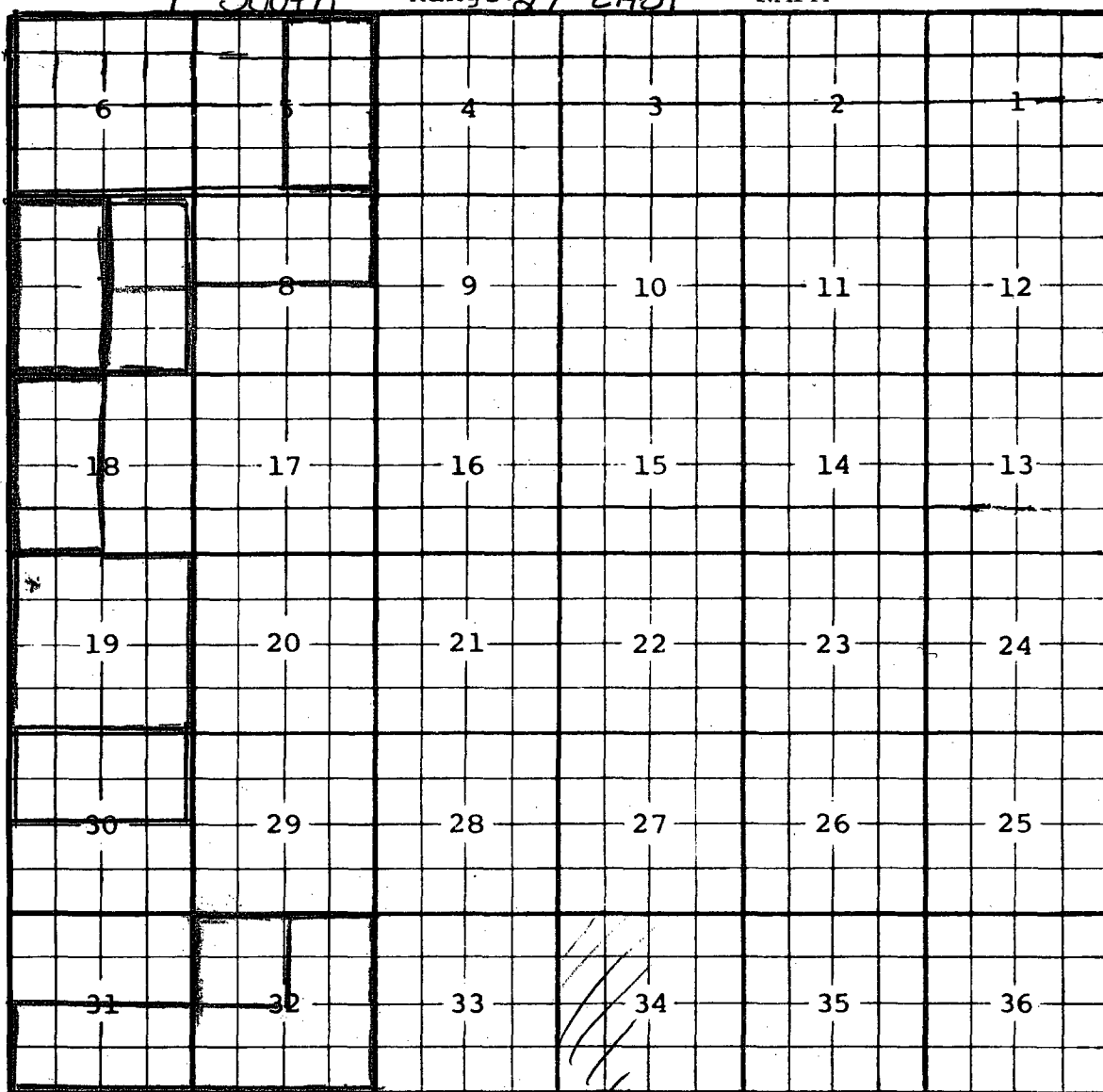


All Sec. 6, All Secs. 18 and 19, <sup>SW</sup> 1/4 Sec. 20 (R-9976-C, 3-19-96)

Ext: <sup>N</sup> 1/2 Sec. 30 (R-11745, 3-13-02)

County Chaves Pool Foor Ranch-Ac Permian Gas

TOWNSHIP 9 South Range 27 East NMPM



Description: Sec. 7  $\frac{W}{2}$ , Sec. 18  $\frac{W}{2}$  (R-7048, 8-9-82)

Ext: All Sec. 19 (R-7307, 6-14-83),  $\frac{E}{2}$  SEC 7 (R-8627, 4-1-88)

EXT:  $\frac{N}{2}$  SEC 30 (R-8847, 1-10-89) EXT:  $\frac{W}{2}$  SEC 5, All Sec 6 (R-9017, 11-1-89) EXT:  $\frac{E}{2}$  SEC 5 (R-9096, 1-1-90)

Ext:  $\frac{S}{2}$  Sec. 31,  $\frac{E}{2}$  and  $\frac{SW}{4}$  Sec. 32 (R-11678, 10-23-91) Ext:  $\frac{NW}{4}$  Sec. 32 (R-11908, 3-4-93)

Ext:  $\frac{N}{2}$  Sec. 8 (R-12076, 12-18-93)

County Chaves

Pool Mesa Diablo-Siluro-Devonian

TOWNSHIP 10 South

Range 27 East

NMPM

6	5	4	3	2	1	
7	8	9	10	11	12	
18	17	16	15	14	13	
19	20	21	22	23	24	
30	29	28	27	26	25	
31	32	33	34	35	36	

Description: NW 1/4 Sec. 3 (R-12000, T-10-N-04)

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:

CASE NO. 13204  
Order No. R-12083

THE APPLICATION OF THE OIL CONSERVATION  
DIVISION FOR AN ORDER CREATING, ABOLISHING,  
AND EXTENDING CERTAIN POOLS IN CHAVES AND  
EDDY COUNTIES, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on January 8, 2004, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 14<sup>th</sup> day of January, 2004, 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) There is need for the creation of a new pool in Chaves County, New Mexico for the production of gas from the Siluro-Devonian formation, bearing the designation of Bosque-Siluro-Devonian Gas Pool (Pool Code 97318). The Bosque-Siluro-Devonian Gas Pool was discovered by the Yates Petroleum Corporation Aikman "BDK" State Com. Well No. 1 (API No. 30-005-61804) located in Unit P of Section 36, Township 6 South, Range 26 East, NMPM, which was completed in the Siluro-Devonian formation on October 23, 2003. The top of the perforations is at 6,070 feet.

(3) There is need for the creation of a new pool in Eddy County, New Mexico for the production of gas from the Strawn formation, bearing the designation

of West McKittrick Hills-Strawn Gas Pool (Pool Code 97315). The West McKittrick Hills-Strawn Gas Pool was discovered by the Yates Petroleum Corporation McKittrick "ATS" State Well No. 1 (API No. 30-015-29105) located in Unit D of Section 16, Township 22 South, Range 24 East, NMPM, which was completed in the Strawn formation on May 10, 2003. The top of the perforations is at 9,510 feet.

(4) There is need for the creation of a new pool in Eddy County, New Mexico for the production of gas from the Bone Spring formation, bearing the designation of McMillan Escarpment-Bone Spring Gas Pool (Pool Code 97316). The McMillan Escarpment-Bone Spring Gas Pool was discovered by the Pogo Producing Company State "19" Com Well No. 2 (API No. 30-015-32612) located in Unit L of Section 19, Township 20 South, Range 27 East, NMPM, which was completed in the Bone Spring formation on October 10, 2003. The top of the perforations is at 5,508 feet.

(5) There is need for the creation of a new pool in Chaves County, New Mexico for the production of oil from the Siluro-Devonian formation, bearing the designation of Mesa Diablo-Siluro-Devonian Pool (Pool Code 97317). The Mesa Diablo-Siluro-Devonian Pool was discovered by the Yates Petroleum Corporation Starkissed "AWS" State Well No. 2 (API No. 30-005-63539) located in Unit E of Section 3, Township 10 South, Range 27 East, NMPM, which was completed in the Siluro-Devonian formation on September 18, 2003. The top of the perforations is at 6,756 feet.

(6) There is need for the abolishment of the Fren-Pennsylvanian Gas Pool (Pool Code 77160) in Eddy County, New Mexico in order to correct nomenclature.

(7) There is need for extensions to the Burton Flat-Morrow Gas Pool, the East Carlsbad-Morrow Gas Pool, the East Carlsbad-Strawn Gas Pool, the North Cedar Lake-Morrow Gas Pool, the Southeast Cemetery-Morrow Gas Pool, the Crozier Bluff-Atoka Gas Pool, the North Hackberry-Morrow Gas Pool, the Northeast Happy Valley-Strawn Gas Pool, the Indian Basin-Upper Pennsylvanian Associated Pool, the Ingle Wells-Delaware Pool, the Kennedy Farms-Morrow Gas Pool, the Loco Hills-Paddock Pool, the Nash Draw-Delaware Pool, the Nash Draw-Morrow Gas Pool, and the Northeast Red Lake-Glorieta-Yeso Pool, all in Eddy County, New Mexico; and the Crockett Draw-Wolfcamp Gas Pool, the Foor Ranch-Wolfcamp Gas Pool, and the Pecos Slope-Abo Gas Pool, all in Chaves County, New Mexico.

IT IS THEREFORE ORDERED THAT:

(a) A new pool in Chaves County, New Mexico classified as a gas pool for Siluro-Devonian production is hereby created and designated as the Bosque-Siluro-Devonian Gas Pool (Pool Code 97318), consisting of the following described area:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM

Section 36: S/2

(b) A new pool in Eddy County, New Mexico classified as a gas pool for Strawn production is hereby created and designated as the West McKittrick Hills-Strawn Gas Pool (Pool Code 97315), consisting of the following described area:

TOWNSHIP 22 SOUTH, RANGE 24 EAST, NMPM

Section 16: W/2

(c) A new pool in Eddy County, New Mexico classified as a gas pool for Bone Spring production is hereby created and designated as the McMillan Escarpment-Bone Spring Gas Pool (Pool Code 97316), consisting of the following described area:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM

Section 19: SW/4

(d) A new pool in Chaves County, New Mexico classified as an oil pool for Siluro-Devonian production is hereby created and designated as the Mesa Diablo-Siluro-Devonian Pool (Pool Code 97317), consisting of the following described area:

TOWNSHIP 10 SOUTH, RANGE 27 EAST, NMPM

Section 3: NW/4

(e) The Fren-Pennsylvanian Gas Pool (Pool Code 77160) in Eddy County, New Mexico, consisting of the following described area, is hereby abolished:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 15: SW/4

Section 21: E/2

Section 22: NW/4

(f) The Burton Flat-Morrow Gas Pool (Pool Code 73280) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 12: E/2

(g) The East Carlsbad-Morrow Gas Pool (Pool Code 73920) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM

Section 31: S/2

(h) The East Carlsbad-Strawn Gas Pool (Pool Code 74080) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 36: N/2

(i) The North Cedar Lake-Morrow Gas Pool (Pool Code 74600) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 21: NE/4

(j) The Southeast Cemetery-Morrow Gas Pool (Pool Code 97031) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM

Section 12: W/2

(k) The Crockett Draw-Wolfcamp Gas Pool (Pool Code 97282) in Chaves County, New Mexico is hereby extended to include:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM

Section 13: W/2

Section 14: N/2

(l) The Crozier Bluff-Atoka Gas Pool (Pool Code 75730) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 25: S/2

Section 26: SE/4

(m) The Foor Ranch-Wolfcamp Gas Pool (Pool Code 76750) in Chaves County, New Mexico is hereby extended to include:

TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM

Section 7: N/2

(n) The North Hackberry-Morrow Gas Pool (Pool Code 96785) in Eddy County, New Mexico is hereby extended to include:



TOWNSHIP 19 SOUTH, RANGE 30 EAST, NMPM

Section 1: SW/4

Section 2: S/2

(o) The Northeast Happy Valley-Strawn Gas Pool (Pool Code 78075) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 25: All

Section 36: E/2

(p) The Indian Basin-Upper Pennsylvanian Associated Pool (Pool Code 33685) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM

Section 35: W/2

(q) The Ingle Wells-Delaware Pool (Pool Code 33745) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM

Section 14: NW/4

Section 15: NE/4

(r) The Kennedy Farms-Morrow Gas Pool (Pool Code 79520) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM

Section 36: N/2

(s) The Loco Hills-Paddock Pool (Pool Code 96718) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 14: SE/4

(t) The Nash Draw-Delaware Pool (Pool Code 47545) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 24 SOUTH, RANGE 30 EAST, NMPM

Section 8: SW/4

Section 17: NW/4

(u) The Nash Draw-Morrow Gas Pool (Pool Code 81600) in Eddy County, New Mexico is hereby extended to include:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM  
Section 12: N/2 and SE/4

(v) The Pecos Slope-Abo Gas Pool (Pool Code 82730) in Chaves County, New Mexico is hereby extended to include:

TOWNSHIP 8 SOUTH, RANGE 25 EAST, NMPM  
Section 36: SW/4

(w) The Northeast Red Lake-Glorieta-Yeso Pool (Pool Code 96836) in Eddy County, New Mexico is hereby extended to include:

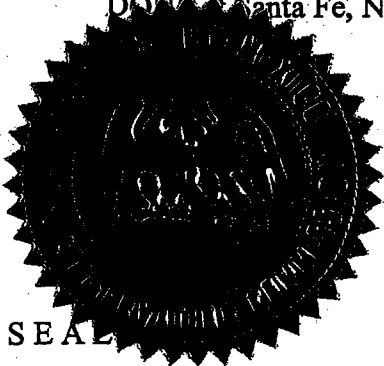
TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM  
Section 35: N/2

IT IS FURTHER ORDERED THAT:

(1) Pursuant to Section 70-2-18, NMSA, 1978, an operator of any well that, by virtue of any of the above pool extensions, is subject to pool rules providing for spacing or proration units larger than the one presently dedicated thereto, shall have 60 days from the effective date of this order to file Form C-102 dedicating a standard unit for the pool to that well or to obtain a non-standard unit approved by the Division. Pending such compliance, the well shall receive a maximum allowable in the same proportion to a standard allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division within that 60-day period shall subject the well to cancellation of allowable.

(2) The effective date of this order and all creations, abolishments, and extensions included herein shall be February 1, 2004.

Done at Santa Fe, New Mexico on the day and year hereinabove designated.



STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

*Lori Wrotenberg*  
LORI WROTENBERY  
Director