

CASE 13240: Readvertised

Application of Edge Petroleum Exploration Company for Compulsory Pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 28, Township 16 South, Range 34 East, and in the following manner: The N/2 to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the South Kemnitz Atoka-Morrow Gas Pool; and the SW/4 NE/4 to form a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent, including but not limited to the Kemnitz-Lower Wolfcamp Pool, Undesignated Kemnitz-Cisco Pool, and Undesignated Kemnitz-Strawn Pool. The units are to be dedicated to the proposed Kemnitz "28" State Well No. 1, to be drilled at an orthodox location in the SW/4 NE/4 (Unit G) of Section 28. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Edge Petroleum Operating Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 10½ miles east-northeast of Maljamar, New Mexico.

CASE 13255: Application of JTD Resources, LLC for Compulsory Pooling and Unorthodox Oil Well Locations, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the NW/4 NW/4 of Section 2, Township 20 South, Range 38 East, to form a standard 40-acre oil spacing and proration unit for any and all formations and/or pools developed on 40-acre spacing within that vertical extent, including but not limited to the Undesignated House Yates-Seven Rivers Pool, Undesignated House-San Andres Pool, Undesignated House-Blinberry Pool, Undesignated House-Tubb Pool, Undesignated House (Drinkard) Pool, and Undesignated House-Abo Pool. The unit is to be dedicated to applicant's White Owl Well No. 1, to be drilled from an orthodox surface location 500 feet from the North line and 330 feet from the West line of Section 2, to a bottomhole location approximately 1310 feet from the North line and 330 feet from the West line of Section 2. The well will be unorthodox in the Tubb, Drinkard, and Abo formations. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Capataz Operating, Inc. as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 2 miles southeast of Nadine, New Mexico.

CASE 13256: Application of Apache Corporation for contraction of the Hare-San Andres Gas Pool, expansion of the East Hare-San Andres Pool, and for Special Pool Rules for the East Hare-San Andres Pool, Lea County, New Mexico. Applicant seeks an order (i) contracting the horizontal boundaries of the Hare-San Andres Gas Pool to delete the S/2 of Section 10, Township 21 South, Range 37 East, (i) expanding the East Hare-San Andres Pool, which currently covers the SE/4 of Section 10 in said township and range, to include the S/2 of Section 9, SW/4 of Section 10, and NW/4 of Section 16 in said township and range, and (iii) instituting special pool rules for the East Hare-San Andres Pool, including a gas:oil ratio of 5,000 cubic feet of gas for each barrel of oil produced. The East Hare-San Andres Pool, as expanded, is centered approximately 3½ miles north of Eunice, New Mexico.

CASE 13144: Continued from February 19, 2004, Examiner Hearing.

Application of Permian Resources, Inc. for Special Pool Rules or, alternatively, for an Unorthodox Well Location, Lea County, New Mexico. Applicant seeks an order amending the special pool rules and regulations for the North Shoe Bar-Strawn pool to provide for (a) the creation of 80-acre units, (b) authorizing well locations no closer than 330 feet to any quarter-quarter section or subdivision inner-boundary or closer than 1020 feet to the nearest well drilling or capable of drilling or producing from the same pool, and (c) administrative approvals of exceptions to the well location requirements under the amended rule. The North Shoe Bar-Strawn pool is comprised of the following acreage located in Township 16 South, Range 35 East: Section 13: N/2, SW/4; Section 14: E/2. Alternatively, Applicant seeks authorization for an unorthodox location for its Hillburn Well No. 3 to be drilled to the Strawn formation at a bottom hole location 990 feet from the North line and 330 feet from the West line of Section 13, Township 16 South, Range 35 East, which is located approximately two miles south of Lovington, New Mexico.