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CASE 13078: Application of Chi Energy, Inc. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Queen formation to the base of the Morrow formation underlying the following described acreage in Section 32, Township 18 South, Range 31 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 the Undesignated North Shugart-Atoka Gas Pool and Undesignated North Shugart-Morrow Gas Pool; and the NE/4 to form a standard 160-acre gas spacing and proration unit for any and all formations and/or pools developed on 160-acre spacing within that vertical extent. The units are to be dedicated to applicant's Porter House 32 State Com. Well No. 1, located at an orthodox location in the NE/4 NE/4 of Section 32. 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 Chi Operating, Inc. as operator of the well, and a charge for the risk involved in drilling and completing the well. The units are located approximately 9 miles southeast of Loco Hills, New Mexico.

CASE 13079: Application of Chi Energy, Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Wolfcamp formation to the base of the Morrow formation underlying the E/2 of Section 16, Township 18 South, Range 32 East, to form a standard 320acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including the Undesignated North Lusk-Morrow Gas Pool and Undesignated Young-Morrow Gas Pool. The unit is to be dedicated to applicant's Raven 16 State Com. Well No. 1, to be located at an orthodox well location in the NW/4 SE/4 of Section 16. 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 Chi Operating, Inc. as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 7¹/₂ miles south of Maljamar, New Mexico.

CASE 13047: Continued from April 10, 2003, Examiner Hearing.

Application of Chesapeake Operating, Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests in the Tubb formation underlying the NE/4 of Section 7, Township 20 South, Range 37E, forming a standard 160-acre gas spacing and proration unit for the Tubb formation, including but not limited to the West Monument-Tubb Gas Pool. This unit is to be dedicated to its Bertha J. Barber Well No. 12 that has been drilled and completed at an approved unorthodox well location (Order R-11652-B) in Unit A of this section. Also to be considered will be the costs of drilling and completing said well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of applicant as the operator of the well and a charge for risk involved in this well. This unit is located approximately 3 miles south-southwest of Monument, New Mexico.

CASE 13080: Application of the New Mexico Oil Conservation Division for an Order Requiring Jackie Brewer d/b/a Sandlott Energy to Bring One (1) Well into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Eddy County, New Mexico. This application concerns the Levers "A" State Well No. 3 (API No. 30-015-26896), located in Unit B, Section 8, Township 18 South, Range 28 East.

<u>CASE 12757 (Reopened)</u>: Application of the New Mexico Oil Conservation Division for an Order Shutting In Wells, Canceling Allowables and Assessing Civil Penalties against Marks and Garner Production Ltd. Co. for Failure to Comply with an Order to Plug Certain Wells, Eddy and Lea Counties, New Mexico. The wells sought to be shut in are located in Eddy and Lea Counties, in the following townships and ranges: 13S-33E and 36E, 14S-32E through 35E, 15S-35E, 16S-27E through 29E, 33E and 34E, 17S-29E and 37E, 19S-35E, 21S-34E and 35E and 23S-35E.