

DOCKET: EXAMINER HEARING - THURSDAY - NOVEMBER 20, 2003

8:15 A.M. - 1220 South St. Francis
Santa Fe, New Mexico

Docket Nos. 39-03 and 40-03 are tentatively set for December 4, 2003 and December 18, 2003. Applications for hearing must be filed at least 23 days in advance of hearing date. The following cases will be heard by an Examiner:

CASE 13179: Continued from November 7, 2003, Examiner Hearing.

Application of Chesapeake Operating, Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Mississippian formation underlying the W/2 of Section 14, Township 15 South, Range 35 East, forming a standard 320-acre gas spacing and proration unit for any production from any and all formations/pools developed on 320-acre spacing within that vertical extent, including the Southwest Austin-Morrow Gas Pool and the Southwest Austin-Mississippian Gas Pool. This unit is to be dedicated to its Williams "14" Federal Well No. 1 which is to be drilled at a standard location in Unit E of this section. Also to be considered will be the costs of re-entering 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, pursuant to Commission Order R-11992, a risk charge of 200% for the risk involved in this well. This unit is located approximately 6 miles north-northeast of Lovington, New Mexico.

CASE 13171: Continued from October 23, 2003, Examiner Hearing.

Application of Leede Operating Company, L.L.C. for Compulsory Pooling, 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 SE/4 of Section 7, Township 19 South, Range 39 East, to form a standard 40-acre oil spacing and proration unit for any formations and/or pools developed on 40-acre spacing within that vertical extent, including the Undesignated Foster-San Andres Pool and Undesignated Nadine Drinkard-Abo Pool. The unit is to be dedicated to the Schubert "7" Well No. 1, to be drilled at an orthodox oil well location in the NW/4 SE/4 of Section 7. 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 Sahara Operating Company as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 3 miles southeast of Hobbs, New Mexico.

CASE 13184: Application of Mewbourne Oil Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant seeks authorization to drill and produce its Esperanza "19" Fed. Com. Well No. 1 at an unorthodox gas well location 1938 feet from the South line and 393 feet from the East line of Section 19, Township 21 South, Range 27 East, in zones from the base of the Wolfcamp formation to the base of the Morrow formation (including the Undesignated Burton Flat-Strawn Gas Pool and Burton Flat-Morrow Gas Pool). The S/2 of Section 19 will be dedicated to the well. The unit is located approximately 3 miles north of Carlsbad, New Mexico.

CASE 12940: Continued from October 23, 2003, Examiner Hearing.

Application of Mewbourne Oil Company to Reopen Case No. 12940 to Amend and Make Permanent the Special Rules and Regulations for the Shugart-Strawn Pool, and for a Discovery Allowable, Eddy County, New Mexico. The special rules and regulations for the Shugart-Strawn Pool currently provide for 160 acre spacing, a depth bracket allowable of 1120 barrels of oil per day, and a gas:oil ratio of 4,000 cubic feet of gas per barrel of oil. Applicant seeks to amend the rules to increase the depth bracket allowable to 1350 barrels of oil per day and to increase the gas:oil ratio to 10,000 cubic feet of gas per barrel of oil, and to make the rules permanent. The pool currently covers the SE/4 of Section 5 and the N/2 of Section 8, Township 18 South, Range 31 East. The pool is centered approximately 6½ miles southeast of Loco Hills, New Mexico.

CASE 13185: Application of Devon Energy Production Company, L.P. for special pool rules and regulations for the Northeast Red Lake Glorieta-Yeso Pool and cancellation of overproduction, Eddy County, New Mexico. Applicant seeks the promulgation of Special Rules and Regulations for the Northeast Red Lake Glorieta-Yeso Pool, including provisions for a special depth bracket allowable of 300 barrels of oil per day and a gas:oil ratio of 4000 cubic feet of gas for each barrel of oil produced. Applicant also requests cancellation of overproduction from the NE/4 SW/4 of Section 35, Township 17 South, Range 27 East, which contains applicant's Logan 35 Fed. Well No. 5 and Logan 35 Fed. Well No. 6. The pool is centered approximately 9 miles east-northeast of Atoka, New Mexico.