OIL CONSERVATION DIVISION ARTESIA, NEW MEXICO DISTRICT II NOMENCLATURE ADVERTISEMENT

FEB 0 7 2005

OIL CONSERVATION
LIVISION

Case 18443

In the matter of the application of the Oil Conservation Division of the Energy, Minerals and Natural Resources Department upon its own motion for an order for the creation, discovery allowable assignment and extension of certain existing pools in Chaves and Eddy County, New Mexico, and giving notice to all persons and parties interested in the subject matter thereof, to show cause why such creation, discovery allowable assignment, and extensions and or deletions should not be made.

(A) Create a new pool in Chaves County, New Mexico classified as an oil pool and designated as the Lloyd's Canyon; Siluro-Devonian Oil Pool (Pool Code 97420). The discovery well, the Boffin State Unit #1 (API No. 30-005-63684) completed by Yates Petroleum Corporation, is located in Unit J of Section 16, Township 9 South, Range 27 East, NMPM.

TOWNSHIP 9 SOUTH, RANGE 27 EAST, NMPM

Section 16: SE/4

(B) Create a new pool in Chaves County, New Mexico classified as a gas pool and designated as the Lost Lake; Pennsylvanian Gas Pool (Pool Code 97419). The discovery well, the Selden 'BDN Com. #1 (API No. 30-005-63600) completed by Yates Petroleum Corporation is located in Unit H of Section 35, Township 9 South, Range 24 East, NMPM.

TOWNSHIP 9 SOUTH, RANGE 24 EAST, NMPM

Section 35: N/2

(C) Create a new pool in Chaves, New Mexico classified as a gas pool and designated as the Sand Draw; Abo Gas Pool (Pool Code 97418). The discovery well, the Football 'BCF' Federal #1 (API No. 30-005-63603) completed by Yates Petroleum Corporation, is located in Unit N of Section 1, Township 12 South, Range 26 East, NMPM.

TOWNSHIP 12 SOUTH, RANGE 26 EAST, NMPM

Section 1: SW/4

(D) Extend the Alcarin; Wolfcamp Gas Pool (Pool Code 70070) in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 11: SE/4 & Section 14: E/2

(E) Extend the horizontal limits of the Angel Ranch; Atoka-Morrow Gas Pool (Pool Code # 70310) in Eddy county, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM

Section 32: N/2

(F) Extend the Avalon; Morrow Gas Pool (Pool Code 70920) in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM

Section 30: ALL

(G) Extend the Burton Flat; Morrow Gas Pool (Pool Code 73280) in Eddy County, New Mexico to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 1: Lots 1-16

(H) Extend the Carlsbad; Morrow, South Gas Pool (Pool Code 73960) in Eddy County, New Mexico to include therein:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM

Section 6: SE/4 & Section 7: E/2

(I) Extend the Cottonwood Draw; Morrow Gas Pool (Pool Code 97377) in Eddy County, New Mexico to include therein:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM

Section 27: S/2

(J) Extend the Crow Flats; Atoka Gas Pool (Pool Code 97312) in Eddy County, New Mexico to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 1: ALL

(K) Extend the Dog Canyon; Strawn Gas Pool (Pool Code 76075) in Eddy County, New Mexico to include therein:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 7: N/2

(L) Extend the Empire; Morrow, South Gas Pool (Pool Code 76400) in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 2: ALL

(M) Extend the Empire; Yates-Seven Rivers, East Oil Pool (Pool Code 22260) in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 21:SW/4

(N) Extend the Foor Ranch; Wolfcamp Gas Pool (Pool Code 76750) in Chaves County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 25 EAST, NMPM

Section 25: SE/4

TOWNSHIP 9 SOUTH, RANGE 26 EAST, NMPM

Sections 30 & 31: W/2

(O) Extend the Four Mile Draw; Morrow Gas Pool (Pool Code 76960) in Eddy County, New Mexico to include therein:

TOWNSHIP 19 SOUTH, RANGE 26 EAST, NMPM

Section 10: SE/4 & Section 15: E/2

(P) Extend the Ingle Wells; Delaware Oil Pool (Pool Code 33745) in Eddy County, New Mexico to include therein:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM

Section 22: SW/4 & Section 27: N/2

(Q) Extend the Otis; Morrow Gas Oil Pool (Pool Code 82360) in Eddy County, New Mexico to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 14: W/2

(R) Extend the Pecos River; Morrow Gas Pool (Pool Code 97375) in Eddy County, New Mexico to include therein:

TOWNSHIP 16 SOUTH, RANGE 26 EAST, NMPM

Section 14: E/2

(S) Extend the Pecos Slope; Abo Gas Pool (Pool Code 82730) in Chaves County, New Mexico to include therein:

TOWNSHIP 9 SOUTH, RANGE 24 EAST, NMPM

Section 35: NE/4

(T) Extend the Penasco Draw; Permo-Penn. Gas Pool (Pool Code 82775) in Eddy County, New Mexico to include therein:

TOWNSHIP 18 SOUTH, RANGE 24 EAST, NMPM

Section 9:W/2

(U) Extend the Poker Lake; Delaware Oil Pool (Pool Code 50382) in Eddy County, New Mexico to include therein:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM

Section 18:E/2

(V) Extend the Shugart; Bone Spring, North Pool (Pool Code 56405) in Eddy County, New Mexico to include therein:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM

Section 13:SE/4

(W) Extend the Willow Lake; Delaware, Southwest Oil Pool (Pool Code 96855) in Eddy County, New Mexico to include therein:

TOWNSHIP 25 SOUTH, RANGE 28 EAST, NMPM

Section 15:NE/4

(X) Contract the horizontal limits of the Winchester; Morrow Gas Pool (Pool Code 87600) in Eddy County, New Mexico to include therein:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM

Section 32:N/2