

3. **CASE 15070:** *(Continued from the January 9, 2014 Examiner Hearing.)*  
***Application of WPX Energy Production, LLC For An 80-Acre Non-Standard Spacing Unit In The Basin-Mancos Gas Pool (97232) And Approval Of An Unorthodox Well Location In This Spacing Unit; Approval Of An 80-Acre Non-Standard Spacing Unit In The Nageezi Gallup Pool (47540) And Compulsory Pooling; And Approval To Downhole Commingle Production From The Nageezi Gallup Pool (47540) And The Basin Mancos Gas Pool (97232), San Juan County, New Mexico.*** Applicant seeks an order (1) creating a non-standard 80-acre spacing and proration unit in the Basin Mancos Gas Pool comprised of the S/2 SW/4 Section 16, Township 23 North, Range 8 West, NMPM, San Juan County, New Mexico, and authorizing an unorthodox well location in this spacing unit; (2) creating a non-standard 80-acre spacing and proration unit in the Nageezi Gallup Pool comprised of the S/2 SE/4 of Section 16 and pooling all mineral interests in this pool underlying this acreage; and (3) approving the downhole commingling of production from the Nageezi Gallup Pool and the Basin-Mancos Gas Pool in applicant's proposed Chaco 2308-16I 148H to be drilled in the S/2 S/2 of Section 16. Applicant's proposed well will be have a surface location 1500 feet from the South line and 228 feet from the East line (Unit I) with a penetration point located 380 feet from the South line and 380 feet from the East Line (Unit P) and a bottom hole location 380 feet from the South line and 380 feet from the West line (Unit M). Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of WPX Energy Production, LLC as operator of the well and a 200% charge for risk involved in drilling said well. This area is located approximately 8 miles West of Lybrook, New Mexico.
4. **CASE 15076:** ***Application of Legend Natural Gas III, LP for special pool rules, Eddy County, New Mexico.*** Applicant seeks an order establishing special rules and regulations for the North Hay Hollow-Bone Spring Pool, including a special depth bracket allowable of 375 barrels of oil per day for a standard 40 acre oil spacing and proration unit. The pool covers all or parts of Sections 12, 13, and 23-26, Township 25 South, Range 27 East, NMPM, and Sections 7, 17-20, 29, and 30, Township 25 South, Range 28 East, NMPM. The Pool is centered approximately 8 miles south-southwest of Malaga, New Mexico.
5. **CASE 15077:** ***Application of Devon Energy Production Company, L.P. to expand the Burton Flat Deep Unit, Eddy County, New Mexico.*** Applicant seeks approval to expand the Burton Flat Deep Unit to include the SE/4 SW/4 of Section 2, Township 21 South, Range 27 East, NMPM. The unit area, as expanded, will contain 3,954.62 acres, more or less, of state, federal, and fee lands in all or parts of: Sections 26-28 and 33-35 in Township 20 South, Range 28 East, NMPM; and Sections 2 and 3 in Township 21 South, Range 27 East, NMPM. The unit area is centered approximately 9 miles north-northeast of Carlsbad, New Mexico.
6. **CASE 15078:** ***Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.*** Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 S/2 of Section 4, Township 20 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 S/2 of Section 4 to form a non-standard 160 acre oil spacing and proration unit (project area), for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Burton 4 PM Fed. Com. Well No. 1H**, a horizontal well with a surface location in the SE/4 SE/4, and a terminus in the SW/4 SW/4, of Section 4. 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 applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 15 miles east-southeast of Lakewood, New Mexico.
7. **CASE 15079:** ***Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.*** Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2 N/2 of Section 34, Township 18 South, Range 30 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the N/2 N/2 of Section 34 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Dorado 34 DA Fed. Com. Well No. 1H**, a

horizontal well with a surface location in the NW/4 NW/4, and a terminus in the NE/4 NE/4, of Section 34. Also to be considered will be the designation of applicant as operator of the well. The unit is located approximately 8 miles south of Loco Hills, New Mexico.

8. **CASE 15080: Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.** Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 N/2 of Section 34, Township 18 South, Range 30 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 N/2 of Section 34 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Dorado 34 EH Fed. Com. Well No. 1H**, a horizontal well with a surface location in the SW/4 NW/4, and a terminus in the SE/4 NE/4, of Section 34. Also to be considered will be the designation of applicant as operator of the well. The unit is located approximately 8 miles south of Loco Hills, New Mexico.
9. **CASE 15081: Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico.** Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 S/2 of Section 21, Township 18 South, Range 32 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 S/2 of Section 21 for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Young 21 PM Fed. Com. Well No. 1H**, a horizontal well with a surface location in the SE/4 SE/4, and a terminus in the SW/4 SW/4, of Section 21. 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 applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 9 miles south of Maljamar, New Mexico.
10. **CASE 15082: Application of Mewbourne Oil Company for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico.** Mewbourne Oil Company seeks an order (i) pooling all mineral interests from the surface to the top of the Wolfcamp formation in the SW/4 SW/4, and the Wolfcamp formation underlying the W/2, of Section 35, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico, and (ii) approving an unorthodox gas well location in the Wolfcamp formation. The units are to be dedicated to the **Layla 35 MD Fee Com. Well No. 2H**, a horizontal well with a surface location 150 feet from the south line and 660 feet from the west line, and a terminus 330 feet from the north line and 660 feet from the west line, of Section 35. 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 applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 2-1/2 miles north-northeast of Malaga, New Mexico.
11. **CASE 15060: (Continued from the January 9, 2014 Examiner Hearing.)**  
**Application of Owl Oil and Gas LLC for approval of a water disposal well, Eddy County, New Mexico.** Applicant seeks an order approving disposal of produced water into the Yates-Seven Rivers formation at depths of 670-785 feet subsurface in the Myrtle Myra SWD Well No. 3, to be re-entered at a location 1978 feet from the south line and 1980 feet from the west line of Section 9, Township 21 South, Range 27 East, NMPM. The well is located approximately 5-1/2 miles north-northeast of Carlsbad, New Mexico.