

CASE 13274: *Continued from March 17, 2005, Examiner Hearing*
Application of Arch Petroleum Inc. and Westbrook Oil Corporation for Approval of Two Non-Standard Gas Spacing and Proration Units in the Jalmat Gas Pool, Lea County, New Mexico. Applicants seek approval of (i) a non-standard gas spacing and proration unit comprised of the SW/4 of Section 20, Township 23 South, Range 37 East, to be dedicated in the Jalmat Gas Pool to the Steeler "A" Well No. 1, located in the NW/4 SW/4 of the section, and (ii) a non-standard gas spacing and proration unit comprised of the SE/4 of Section 20 in said township and range, to be dedicated in the Jalmat Gas Pool to the Resler "B" Well No. 1, located in the NW/4 SE/4 of the section. The units are located approximately 10½ miles south-southwest of Eunice, New Mexico.

CASE 13456: *Application of the New Mexico Oil Conservation Division for a Compliance Order against Eclipse Oil and Gas, Inc.* The Applicant seeks an order requiring Eclipse Oil and Gas, Inc. to plug and abandon ten wells in accordance with 19.15.4.202 NMAC by a date certain; authorizing the Division to plug said wells and forfeit the applicable financial assurance in the event the operator fails to comply; and for such other relief as the Director deems appropriate. The affected wells are:

State D SWD #001, API # 30-025-36171, UL I, Sec. 9, Twp. 14S, R 33E
Lion State #1, API 30-025-01119, UL J, Sec. 9, Twp. 14S, R33E
Lion A State #2, API 30-025-01120, UL P, Sec. 9, Twp. 14S, R33E
Saunders State #1, API 30-025-28205, UL N, Sec. 9, Twp. 14S, R33E
Saunders State #2, API 30-025-28622, UL E, Sec. 16, Twp. 14S, R33E
Saunders State #3, API 30-025-28631, UL O, Sec. 9, Twp. 14S, R33E
Saunders A State #1, API 30-025-28206, UL J, Sec. 16, Twp. 14S, R33E
Tenneco Sunshine #1, API 30-025-25316, UL I, Sec. 1, Twp. 12S, R32E
Tenneco Sunshine #2, API 30-025-25374, UL P, Sec. 1, Twp. 12S, R32E
Tenneco Sunshine #3, API 30-025-25427, UL N, Sec. 1, Twp. 12S, R32E

The wells are located approximately 15-25 miles northwest of Lovington in Lea County, New Mexico.

CASE 13468:

In the matter of the hearing called by the Oil Conservation Division for an order creating, abolishing and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Chaves County, New Mexico classified as an oil pool for Siluro-Devonian production and designated as the Crockett Draw-Siluro-Devonian Pool (Pool Code 97429). The discovery well is the Yates Petroleum Corporation Seinfeld "BBK" Federal Well No. 1 (API No. 30-005-62117) located in Unit M of Section 12, Township 6 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM
Section 12: SW/4

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Glorieta-Yeso production and designated as the Middle Seven Rivers-Glorieta-Yeso Gas Pool (Pool Code 97426). The discovery well is the Yates Petroleum Corporation Hill View "AHE" Federal Well No. 1 (API No. 30-015-26335) located in Unit D of Section 12, Township 20 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM
Section 12: NW/4

(c) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Middle Seven Rivers-Wolfcamp Pool (Pool Code 97428). The discovery well is the Yates Petroleum Corporation Hill View "AHE" Federal Well No. 1 (API No. 30-015-26335) located in Unit D of Section 12, Township 20 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM
Section 12: NW/4

(d) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Upper Pennsylvanian production and designated as the Seven Rivers Hills-Upper Pennsylvanian Gas Pool (Pool Code 97434). The discovery well is the Yates Petroleum Corporation Dazed "BDZ" Federal Well No. 2 (API No. 30-015-33428) located in Unit D of Section 12, Township 21 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM
Section 3: Lots 9 through 16

(e) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Wolfcamp production and designated as the Stinking Draw-Wolfcamp Gas Pool (Pool Code 97421). The discovery well is the Marathon Oil Company North Indian Basin Unit Well No. 11 (API No. 30-015-28232) located in Unit O of Section 2, Township 21 South, Range 23 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 23 EAST
Section 2: S/2

(f) ABOLISH the Boyd-Cisco Gas Pool (Pool Code 72800) in Eddy County, New Mexico consisting of the following described area:

TOWNSHIP 19 SOUTH, RANGE 25 EAST, NMPM
Section 9: N/2

(g) EXTEND the Carlsbad-Strawn Gas Pool (Pool Code 74040) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM
Section 9: N/2

(h) EXTEND the Cedar Lake-Morrow Gas Pool (Pool Code 74560) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM
Section 23: W/2
Section 26: W/2

(i) EXTEND the Floor Ranch-Pre-Permian Gas Pool (Pool Code 76730) in Chaves County, New Mexico to include:

TOWNSHIP 9 SOUTH, RANGE 26 EAST, NMPM
Section 29: S/2

TOWNSHIP 9 SOUTH, RANGE 27 EAST, NMPM
Section 29: S/2
Section 30: S/2

(j) EXTEND the South Loving-Delaware Pool (Pool Code 40380) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 28 EAST, NMPM
Section 17: W/2

(k) EXTEND the West Malaga-Morrow Gas Pool (Pool Code 80925) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 28 EAST, NMPM
Section 17: E/2
Section 19: E/2
Section 20: N/2

- (l) EXTEND the South Millman-Morrow Gas Pool (Pool Code 81365) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 28 EAST, NMPM
Section 21: All

- (m) EXTEND the Northeast Red Lake-Glorieta-Yeso Pool (Pool Code 96836) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM
Section 36: NE/4

- (n) EXTEND the Red Lake Shores-Glorieta-Yeso Pool (Pool Code 97130) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM
Section 9: NE/4
Section 10: All
Section 15: NW/4

- (o) EXTEND the Shugart-Morrow Gas Pool (Pool Code 85300) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM
Section 36: N/2

- (p) EXTEND the Strychnine Draw-Atoka Gas Pool (Pool Code 97121) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 21 EAST, NMPM
Section 25: N/2

TOWNSHIP 20 SOUTH, RANGE 23 EAST, NMPM
Section 30: NW/4 and E/2

- (q) EXTEND the Winchester-Morrow Gas Pool (Pool Code 87600) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM
Section 31: S/2

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.