

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

APPLICATION OF THE OIL CONSERVATION DIVISION TO AMEND
DIVISION ORDER NO. R-13382-E.

CASE NO. 14613 (Reopened)
and
CASE NO. 14647 (Reopened)
ORDER NO. R-13382-H

ORDER OF THE DIVISION

BY THE DIVISION:

These cases came on for hearing on April 26, 2012, at Santa Fe, New Mexico, before Examiner Richard I. Ezeanyim.

NOW, on this 2nd day of May, 2012, the Division Director, having considered the consent of the parties of record, and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of these cases and of the subject matter.

(2) Case Nos. 14613 and 14647 were previously consolidated for the purpose of testimony; and one order was issued for both cases.

(3) On September 8, 2011, the Division entered Order No. R-13382-E ("Order"), consolidating the (1) Cedar Lake-Glorieta-Yeso Pool, (2) Fren-Glorieta-Yeso Pool, (3) East Fren-Glorieta-Yeso Pool, (4) Loco Hills-Glorieta-Yeso Pool and (5) North Maljamar-Paddock Pool into a single pool, designated in the Order as the Mar-LoCo-Glorieta-Yeso Pool. *See* Ordering paragraph (3) of Order No. R-13382-E.

(4) The administrative burdens imposed by the consolidation of these five pools upon the Division, the New Mexico State Land Office, and the New Mexico Taxation and Revenue Department are untenable.

(5) The Division, therefore, applied on March 27, 2012, to amend the Order for the express limited purpose of abolishing the Mar-LoCo-Glorieta-Yeso Pool and in its place re-designating the five separate pools that had been consolidated by the Order.

(6) Abolishing the Mar-Locho-Glorieta-Yeso Pool renders ordering paragraph (4) in Order No. R-13382-E obsolete and unnecessary.

(7) The Division does not seek to amend the Special Pool Rules for the five Glorieta-Yeso Pools which comprised the newly formed Mar-Locho-Glorieta-Yeso Pool; those rules will remain in place and will continue to apply to the five Glorieta-Yeso pools.

(8) All parties of record to these cases have consented to and otherwise approve of the Division's proposed limited amendment.

(9) Ordering paragraphs (3) and (4) in Order No. R-13382-E should be withdrawn, as they are no longer necessary with the re-designation of the five previously consolidated pools.

IT IS THEREFORE ORDERED THAT:

(1) The application of the Division to abolish the Mar-Locho-Glorieta-Yeso Pool and in its place to re-designate the five separate pools that had been consolidated by the Order is hereby granted.

(2) The five pools previously consolidated under Order No. R-13382-E shall be re-designated as they existed before entry of Order No. R-13382-E, as follows:

- (i) The Cedar Lake-Glorieta-Yeso Pool was created by Division Order No. R-11067, dated November 1, 1998, and currently covers the following lands:

Township 17 South, Range 30 East, NMPM

Section 13: E/2, SW/4
Section 24: NE/4

Township 17 South, Range 31 East, NMPM

Section 17: S/2
Section 18: All
Section 19: N/2
Section 20: All

- (ii) The Fren-Glorieta-Yeso Pool was created by Division Order No. R-2313, dated October 1, 1962, and currently covers the following lands:

Township 17 South, Range 31 East, NMPM

Section 9: E/2
Section 14: SW/4
Section 15: S/2
Section 16: S/2, NE/4
Section 21: NE/4, W/2

Section 22: NW/4

- (iii) The East Fren-Glorieta-Yeso Pool was created by Division Order No. R-11824, dated September 1, 2002, and currently covers the following lands:

Township 17 South, Range 31 East, NMPM

Section 14: NE/4

- (iv) The Loco Hills-Glorieta-Yeso Pool was created by Order No. R-10822, dated July 1, 1997, and currently covers the following lands:

Township 17 South, Range 30 East, NMPM

Section 9: SE/4
Section 10: SW/4
Section 11: All
Section 12: NW/4
Section 14: S/2, NW/4
Sections 15-17, 20: All
Section 21: N/2, SE/4
Section 22: All
Section 23: N/2, SW/4
Section 33: SW/4

- (v) The North Maljamar-Paddock Pool currently covers the following lands:

Township 17 South, Range 32 East, NMPM

Section 5: SW/4

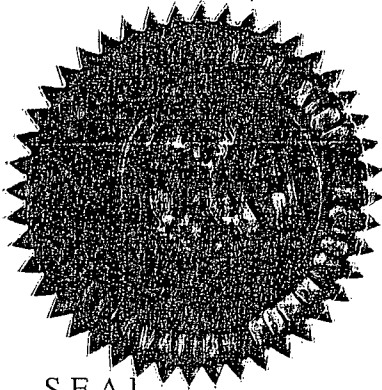
(3) Ordering paragraphs (3) and (4) in Order No. R-13382-E are withdrawn and are of no further effect.

(4) The Special Pool Rules created by Order No. R-13382-E shall remain applicable to the five re-designated pools listed above in Ordering paragraph (2)(i) through (v).

(5) All other provisions of Order No. R-13382-E shall remain in full force and effect.

(6) Jurisdiction of this case is retained for the entry of such further order as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, appearing to read "Jami Bailey".

JAMI BAILEY
Director