Examiner Hearing -April 26, 2012 Docket No. 13-12 Page 4 of 8

- Application of Mewbourne Oil Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the E/2 W/2 of Section 10, Township 26 South, Range 33 East, NMPM. Applicant further seeks the pooling of all mineral interests (i) from the surface to the base of the Bone Spring formation underlying the NE/4 NW/4 of Section 10 to form a standard 40 acre oil spacing and proration unit, and (ii) the Bone Spring formation underlying the E/2 W/2 of Section 10 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 units are to be dedicated to the Salado Draw 10 Fed. Com. Well No. 1, a horizontal well with a surface location in the NE/4 NW/4, and a terminus in the SE/4SW/4, of Section 10. 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 22 miles west of Bennett, New Mexico.
- 10. <u>CASE 14819</u>: Application of LRE Operating, LLC for approval of a compulsory pooling well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 5,100 feet sufficient to test the Yeso formation with its Horseshoe 30 State #1Well, underlying the SE/4 NW/4 of Section 30, Township 17 South, Range 28 East, N.M.P.M. Eddy County, New Mexico. The subject well will be located approximately 8 miles southwest of Loco Hills, New Mexico.
- 11. <u>CASE 14820</u>: Application of Lime Rock Resources II-A, L.P. for approval of compulsory pooling well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 4,600 feet sufficient to test the Yeso formation with its Kaiser 7 K well No. 3 underlying the NE/4 SW/4 of Section 7, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. The subject well will be located approximately 7 miles southwest of Loco Hills, New Mexico.
- 12. <u>CASE 14821</u>: Application of Lime Rock Resources II-A, L.P. for approval of compulsory well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 4,600 feet sufficient to test the Yeso formation with its Kaiser 7 K Well No. 4 underlying the NE/4 SW/4 of Section 7, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. The subject well will be located approximately 7 miles southwest of Loco Hills, New Mexico.
- 13. <u>CASE 14822</u>: Application of Lime Rock Resources II-A, L.P. for approval of a compulsory pooling well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 4,600 feet sufficient to test the Yeso formation with its Kaiser 7 N Well No. 5, underlying the SE/4 SW/4 of Section 7, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. The subject well will be located approximately 7 miles southwest of Loco Hills, New Mexico.
- 14. CASE 14823: Application of Lime Rock Resources II-A, L.P. for approval of a compulsory pooling well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 4,600 feet sufficient to test the Yeso formation with its Kaiser 7 N Well No. 6, underlying the SE/4 SW/4 of Section 7, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. The subject well will be located approximately 7 miles southwest of Loco Hills, New Mexico.
- 15. <u>CASE 14824</u>: Application of LRE Operating, LLC for approval of a compulsory pooling well, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface of the earth to an approximate depth of 5,000 feet sufficient to test the Yeso formation with its Southern Union 30 State #1 Well, underlying the SW/4 of NE/4 of Section 30, Township 17 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. The subject well will be located approximately 6 miles southwest of Loco Hills, New Mexico.
- 16. <u>CASE 14798</u>: (Continued from the April 12, 2012 Examiner Hearing.)

 Application of OXY USA WTP Limited Partnership for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order: (1) creating a non-standard 180-