

**Lea County:**

Electrolux 21 State Com 1- Unit C, Section 21, Township 17 South, Range 35 East  
Harrod 7 State Com 1- Unit A, Section 7, Township 16 South, Range 35 East  
Gulf State Tank Battery - Unit C, Section 16, Township 22 South, Range 37 East  
Sharp Nose Federal #1 Tank Battery - Unit J, Section 13, Township 20 South, Range 33 East  
State ETA #3 Tank Battery - Unit H, Section 8, Township 16 South, Range 35 East  
State ETA #4 Tank Battery - Unit C, Section 8, Township 16 South, Range 35 East  
Toro State 16-1- Unit M, Section 16, Township 19 South, Range 35 East  
Toto 21 Com 1-Y Tank Battery - Unit H, Section 21, Township 19 South, Range 35 East  
Toro 22 State Com #2 - Unit N, Section 22, Township 19 South, Range 35 East  
Toro 22 State Com #3 - Unit K, Section 22, Township 19 South, Range 35 East  
Toro 22 State Com #4 - Unit F, Section 22 South, Range 19 South, Range 35 East  
Toro 27 State Com #1- Unit K, Section 27, Township 19 South, Range 35 East  
Toro 27 State Com #2 - Unit E, Section 27, Township 19 South, Range 35 East  
Toro 27 State Com #5 - Unit G, Section 27, Township 19 South, Range 35 East  
Toro 27 State Com #6 - Unit D, Section 27, Township 19 South, Range 35 East  
Toro State 33-1 Tank Battery - Unit G, Section 33, Township 19 South, Range 35 East  
Vivian Tank Battery - Unit F, Section 30, Township 22 South, Range 38 East

**CASE 13483: Continued from May 5, 2005, Examiner Hearing**

***Application of BP America, Inc. for an exception to the well density requirements for the Blanco-Mesaverde Gas Pool, San Juan County, New Mexico.*** Applicant seeks an exception to the well density requirements of Rule I.B of the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool to permit it to produce the following two Mesaverde wells located in the same quarter-quarter section (SE/4 NE/4) on a standard spacing and proration unit comprised of the East half of Section 28, Township 32 North, Range 10 West:

the Holmberg Gas Com Well No. 1R (API No. 30-045-29299) which was directionally drilled from a surface location 990 feet from the North line and 1710 feet from the East line (Unit B) to a bottomhole location 1847 feet from the North line and 823 feet from the East line (Unit H) of said section, and

the Holmberg Gas Com Well No. 1B (API No. 30-045-30270) located 2200 feet from the North line and 1220 feet from the East line (Unit H) of the section.

Said wells are located approximately 12 miles northeast of Aztec, New Mexico.

**CASE 13473: Continued from May 5, 2005, Examiner Hearing**

***Application of Yates Petroleum Corporation for Compulsory Pooling, Eddy County, New Mexico.*** Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation under the following acreage in Section 25, Township 21 South, Range 26 East: the N/2 to form a standard 320-acre gas spacing and proration unit for all formations or pools spaced on 320 acres within this vertical extent, which presently includes but is not necessarily limited to the Burton Flat-Morrow Gas Pool, the Crozier Bluff-Atoka Gas Pool, and the Northeast Happy Valley-Strawn Gas Pool; and the NE/4 to form a standard 160-acre spacing and proration unit for all formations or pools spaced on 160 acres within this vertical extent. These spacing and proration units are to be dedicated to the Louise "AYI" Well No. 2 located 990 feet from the North line and 1550 feet from the East line of Section 25 which Yates proposes to drill at a standard location in the Morrow formation. Also to be considered will be the cost of drilling and completion of said well and the allocation of the cost thereof, the actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 1/2 mile north of Carlsbad, New Mexico.

**CASE 13490: Application of Yates Petroleum Corporation for approval of a Unit Agreement, Lea County, New Mexico.** Applicant seeks approval of the Jolene State Exploratory Unit from the surface to the base of the Mississippian formation in an area comprising 5120 acres of State of New Mexico lands in Sections 2, 3, 4, 5, 8, 9, 10, 11, 16, and 17, Township 14 South, Range 35 East, which is located approximately 10 miles north of Lovington, New Mexico.