

**DOCKET: EXAMINER HEARING - THURSDAY – MARCH 7, 2013**

8:15 A.M. - 1220 South St. Francis  
Santa Fe, New Mexico

Docket Nos. 9-13 and 10-13 are tentatively set for March 21, 2013 and April 4, 2013. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule 19.15.4.13.B requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued. The following cases will be heard by an Examiner.

***Locator Key for Cases******Case 8352 – No. 11******Case 14888 – No. 12******Case 14907 – No. 1******Case 14946 – No. 5******Case 14956 – No. 3******Case 14957 – No. 4******Case 14959 – No. 8******Case 14960 – No. 2******Case 14961 – No. 6******Case 14962 – No. 7******Case 14963 – No. 9******Case 14964 – No. 10***

1. **CASE 14907:** *(Continued from the February 7, 2013 Examiner Hearing.)*  
***Application of KC Resources, Inc. for approval of a pressure maintenance project in Eddy County, New Mexico;*** Applicant seeks approval to institute a lease pressure maintenance project through its Jones D No.5 well location 2310 FSL, 330 FWL in Unit L of Section 18, Township 18 South, Range 27 East, N.M.P.M., Eddy County, New Mexico. Applicant intends to inject produced water into the San Andres formation at a depth of 1779 to 1934.
2. **CASE 14960:** ***Application of New Mexico Salt Water Disposal Co., Inc. for authorization to inject.*** Applicant seeks an order authorizing it to inject produced water into its State 28 #001 SWD well (API # 30-025-25558) for disposal in the Glorieta formation from 5,588 to 5,660 feet below ground surface. The State 28 # 001 SWD well is located 1,980 feet from the South line and 660 feet from the East line in Unit Letter I, Section 28, Township 10 South, Range 34 East, NMPM, in Lea County. Applicant proposes a maximum injection pressure of 800 psi and a maximum rate of injection of 3,500 barrels of water per day. The State 28 # 001 SWD well is located 9.2 miles southwest of Tatum, New Mexico.
3. **CASE 14956:** *(Continued from the February 21, 2013 Examiner Hearing.)*  
***Application of SM Energy Company for designation of a non-standard oil spacing and proration unit and for compulsory pooling, Eddy County, New Mexico.*** Applicant seeks an order consolidating the 40-acre spacing units within the N/2 S/2 of Section 36, Township 19 South Range 29 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit for a well location in the Bone Spring formation for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Bone Spring formation underlying the N/2 S/2 of Section 36 to be dedicated to its Parkway "36" State No. 3H Well to be drilled horizontally from a surface location 1750' from the South line and 330' from the West line (Unit L) to a bottom hole location 2150' from the South line and 330' from the East line (Unit I) to a depth sufficient to test the Bone Spring formation, Parkway Bone Spring pool (49622). 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 SM Energy Company as operator and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 7 miles west of Gatuna Canyon, New Mexico.