Bobbi No. 4

API No. 30-025-27586 1650' FSL and 990' FWL (Unit L) Section 20 T-18-S, R-36-E, NMPM

Applicant proposes to conduct waterflood operations to support production from its Bobbi State Waterflood Unit by converting the two wells and utilizing them for the injection of water through a closed system into the San Andres formation through perforations in each of the wells at depths of 5,230' - 5,584' and 5,286' - 5,572', respectively. Injection operations will be conducted at an anticipated average daily injection pressure of 1,057 psi with a maximum surface injection pressure of 2,500 psi or as permitted by the Division. Applicant proposes injection of water at average daily rates of approximately 500 bbls and at maximum daily rates of approximately 1,500 bbls. The lands and wells are located approximately two miles northwest of Arkansas Junction, New Mexico.

CASE 14970: (Continued from the May 2, 2013 Examiner Hearing.)

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Application of Devon Energy Production Company, L.P. for special rules and regulations for the Scanlon Draw-Bone Spring Pool, Turkey Track-Bone Spring Pool, and Winchester-Bone Spring Pool, Eddy County, New Mexico. Applicant seeks an order establishing special rules and regulations for the Scanlon Draw-Bone Spring Pool, Turkey Track-Bone Spring Pool, and Winchester-Bone Spring Pool, including a gas:oil ratio of 10,000 cubic feet of gas for each barrel of oil produced. The Scanlon Draw-Bone Spring Pool includes part of Section 19, Township 19 South, Range 29 East, NMPM; the Turkey Track-Bone Spring Pool includes parts of Sections 26 and 29, Township 19 South, Range 29 East, NMPM; and the Winchester-Bone Spring Pool includes part of Section 36, Township 19 South, Range 28 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, parts of Sections 31 and 32, Township 19 South, Range 29 East, NMPM, and part of Section 5, Township 20 South, Range 29 East, NMPM. The Scanlon Draw-Bone Spring Pool is centered 15 miles east-northeast of Lakewood, New Mexico; and the Winchester-Bone Spring Pool is centered approximately 15 miles east-southeast of Lakewood, New Mexico.

<u>CASE 14953</u>: (Continued from the April 30, 2013 Examiner Hearing.)

Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a 160-acre nonstandard oil spacing and proration unit (project area) in the Yeso formation comprised of the S/2 N/2 of Section 14, Township 17 South, Range 32 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Yeso formation underlying the non-standard oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the BAE 14 Fed. Com. Well No. 3H, a horizontal well to be drilled at a surface location in the SE/4 NE/4, with a terminus in the SW/4 NW/4, of Section 14. 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 unit is located approximately 2 miles southeast of Maljamar, New Mexico.

<u>CASE 14954</u>: (Continued from the April 30, 2013 Examiner Hearing.)

Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order approving a 160-acre nonstandard oil spacing and proration unit (project area) in the Yeso formation comprised of the S/2 N/2 of Section 14, Township 17 South, Range 32 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Yeso formation underlying the non-standard oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the BAE 14 Fed. Com. Well No. 4H, a horizontal well to be drilled at a surface location in the SE/4 NE/4, with a terminus in the SW/4 NW/4, of Section 14. 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 unit is located approximately 2 miles southeast of Maljamar, New Mexico.

CASE 14984: Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the N/2 S/2 of Section 4, Township 20 South, Range 29 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 SE/4 of Section 4 to form a standard 40 acre oil spacing and proration unit, and (ii) the Bone Spring formation underlying the N/2 S/2 of Section 4 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 Burton 4 IL Fed. Com. Well No. 1H, a horizontal well with a surface location in the NE/4SE/4, and a terminus in the NW/4 SW/4, of Section 4. 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 15 miles east-southeast of Lakewood, New Mexico.

<u>CASE 14967</u>: (Continued from the May 2, 2013 Examiner Hearing.)

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Application of Mewbourne Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy 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 W/2 W/2 of Section 35, Township 24 South, Range 28 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 SW/4 SW/4 of Section 35 to form a standard 40 acre oil spacing and proration unit, and (ii) the Bone Spring formation underlying the W/2 W/2 of Section 35 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 Willow Lake 35 MD Fed. Com. Well No. 1, a horizontal well with a surface location in the SW/4 SW/4, and a terminus in the NW/4 NW/4, of Section 35. 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 unit is located approximately 3 miles south-southeast of Malaga, New Mexico.

<u>CASE 14985</u>: Application of Apache Corporation for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying Lot 3 (the NE/4 NW/4) of Section 2, Township 20 South, Range 38 East, NMPM, to form a standard 39.77-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the House-Blinebry Pool, House-Tubb Pool, House-Drinkard Pool, and House-Abo Pool. The unit will be dedicated to the Pinot Well No. 1, to be drilled at an orthodox oil well location in Lot 3 of Section 2. 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 unit is located approximately 2 miles southwest of Nadine, New Mexico.

CASE 14986: Application of Apache Corporation for an unorthodox oil well location and compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Drinkard formation underlying Lot 4 (the NW/4 NW/4) of Section 2, Township 20 South, Range 38 East, NMPM, to form a standard 39.73-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the House-Blinebry Pool, House-Tubb Pool, and House-Drinkard Pool. The unit will be dedicated to the White Owl Well No. 2, to be drilled at an unorthodox oil well location 475 feet from the north line and 1075 feet from the west line of Section 2. 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 unit is located approximately 2