## Examiner Hearing – November 17, 2005 Docket No. 37-05 Page 3 of 5

improperly held by Pride pursuant to expired orders of the Division and Commission, and (3) an order directing Pride to plug and abandon the State "X" Well. Said well and spacing unit are located approximately 12 miles west northwest of Tatum, New Mexico.

CASE 13548: Continued from October 6, 2005 Examiner Hearing

Application of the New Mexico Oil Conservation Division for an Order Requiring UHC New Mexico Corporation to Properly Plug 186 Wells, Authorizing the Division to Plug Said Well(s) in Default of Compliance by Operator, and Ordering a forfeiture of Applicable Security, Chaves, Eddy and Roosevelt Counties, New Mexico. The Applicant seeks an order requiring UHC New Mexico Corporation, the operator of 186 inactive wells in Chaves, Eddy and Roosevelt Counties, New Mexico, to properly plug and abandon the same, and, if Operator fails to do so, authorizing the Division to plug said wells and forfeiting Operator's plugging security.

CASE 13523: Continued from October 6, 2005 Examiner Hearing

Application of the New Mexico Oil Conservation Division for an Order Requiring Spence Energy Company to Properly Plug One Well, Authorizing the Division to Plug Said Well(s) in Default of Compliance by Operator, and Ordering a Forfeiture of Applicable Security, if Any, Lea County, New Mexico. The Applicant seeks an order requiring Spence Energy Company, the operator of one inactive well(s) in Lea County, New Mexico, to properly plug and abandon the same, authorizing the Division to plug said well or wells if the operator fails to do so, forfeiting Operator's plugging security. The affected wells are the following:

30-25-29969 - Kellahin "14" State Well No. 1 - 4-9S-32E - 330' FSL & 700' FEL

CASE 13577: Continued from November 3, 2005, Examiner Hearing

Application of the New Mexico Oil Conservation Division for a Compliance Order Against Kevin O. Butler and Associates, Inc. The Division seeks an order requiring operator Kevin O. Butler and Associates, Inc. to perform the work specified in the remediation plan submitted by them and approved by the Oil Conservation Division on January 21, 2005; to perform remediation clean up work for its violations subsequent to March 25, 2004; to terminate Kevin O. Butler & Assoc. Inc.'s operational authority for the South Caprock Queen well #12, API# 30-005-01180, located in Unit Letter L, Section 33, Township 14 South, Range 31 East, in Chaves County, New Mexico; for a Ten Thousand Dollar (\$10,000.00) civil penalty for knowingly and willfully violating Rule 116 [19.15.3.116 NMAC]; and for such other relief as the Director deems appropriate. The affected site is the South Caprock Queen well #12, API# 30-005-01180, located in Unit Letter L, Section 33, Township 14 South, Range 31 East, in Chaves County, New Mexico.

<u>CASE 13595</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Eddy County, New Mexico.

(a) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for San Andres production and designated as the High Lonesome-Grayburg-San Andres Pool (Pool Code 97479). The discovery well is the Mack Energy Corporation Dove State Well No. 1 (API No. 30-015-34157) located in Unit J of Section 16, Township 16 South, Range 28 East, NMPM. Said pool would comprise:

# TOWNHSHIP 16 SOUTH, RANGE 28 EAST, NMPM Section 16: SE/4

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Morrow production and designated as the White City-Morrow Gas Pool (Pool Code 97480). The discovery well is the Cabal Energy Corporation High Hog "9" Federal Well No. 1 (API No. 30-015-33462) located in Unit C of Section 9, Township 25 South, Range 25 East, NMPM. Said pool would comprise:

# TOWNSHIP 25 SOUTH, RANGE 25 EAST, NMPM Section 9: W/2

(c) EXTEND the Southwest Black River-Morrow Gas Pool (Pool Code 97255) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM Section 25: All

## Examiner Hearing – November 17, 2005 Docket No. 37-05 Page 4 of 5

EXTEND the West Burton Flat-Atoka Gas Pool (Pool Code 73260) in Eddy County, New Mexico to include: (d)

### TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 32: E/2 Section 33: W/2

EXTEND the Cass Draw-Bone Spring Pool (Pool Code 10380) in Eddy County, New Mexico to include: (e)

#### TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM

Section 11: S/2 Section 12: SW/4 Section 13: W/2

(f) EXTEND the North Cass Draw-Wolfcamp Pool (Pool Code 97022) in Eddy County, New Mexico to include:

#### TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM

Section 26: N/2 Section 27: NE/4

EXTEND the North Cedar Lake-Morrow Gas Pool (Pool Code 74600) in Eddy County, New Mexico to (g) include:

### TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 30: All Section 31: N/2

(h) EXTEND the Chosa Draw-Morrow Gas Pool (Pool Code 74900) in Eddy County, New Mexico to include:

## TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM

Section 17: N/2

(i) EXTEND the North Corral Draw-Wolfcamp Gas Pool (Pool Code 96846) in Eddy County, New Mexico to include:

#### TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM

Section 8: All

(j) EXTEND the South Cotton Draw-Atoka Gas Pool (Pool Code 75244) in Eddy County, New Mexico to include:

#### TOWNSHIP 25 SOUTH, RANGE 31 EAST, NMPM

Section 1: SW/4

Section 2: W/2 and SE/4

Section 12: W/2

(k) EXTEND the West Cottonwood Creek-Wolfcamp Gas Pool (Pool Code 75260) in Eddy County, New Mexico to include:

## TOWNSHIP 16 SOUTH, RANGE 24 EAST, NMPM

Section 13: W/2 Section 24: W/2 Section 25: NW/4

## Examiner Hearing – November 17, 2005 Docket No. 37-05 Page 5 of 5

(1) EXTEND the Cottonwood Spring-Morrow Gas Pool (Pool Code 96612) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 25 EAST, NMPM

Section 35: S/2

TOWNSHIP 26 SOUTH, RANGE 25 EAST, NMPM

Section 2: N/2

(m) EXTEND the Dublin Ranch-Morrow Gas Pool (Pool Code 76140) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM

Section 26: N/2

(n) EXTEND the Four Mile Draw-Morrow Gas Pool (Pool Code 76960) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 26 EAST, NMPM

Section 15: SW/4

Section 16: E/2

(o) EXTEND the Kennedy Farms-Morrow Gas Pool (Pool Code 79520) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM

Section 11: N/2

(p) EXTEND the West Lusk-Morrow Gas Pool (Pool Code 80840) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM

Section 14: S/2

Section 15: S/2

(q) EXTEND the Red Lake-Glorieta-Yeso Pool (Pool Code 51120) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM

Section 11: NE/4

Section 12: N/2

(r) EXTEND the Sage Draw-Atoka Gas Pool (Pool Code 97334) in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM

Section 17: N/2

IN THE ABSENCE OF OBJECTION, THIS CASE WILL BE TAKEN UNDER ADVISEMENT.