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CASE 13557: Continued from September 22, 2005 Examiner Hearing.

Application of Magnum Hunter Production, Inc. for Compulsory Pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from approximately 10,682 feet subsurface to the base of the Morrow formation underlying the S/2 of Section 17, Township 17 South, Range 29 East, to form a standard 320-acre gas spacing and proration unit in the Morrow formation (South Empire-Morrow Gas Pool), which is developed on 320-acre spacing within that vertical extent. The unit is to be simultaneously dedicated to the proposed Muskegon 17 Fed. Com. Well No. 2, to be drilled at an orthodox gas well location in the SE/4 SE/4 (Unit P) of Section 17, and to the existing Muskegon 17 State Com. Well No. 1, located in the SE/4 SW/4 of Section 17 (Unit N). 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 Gruy Petroleum Management Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 7 miles west-northwest of Loco Hills, New Mexico.

CASE 13243: Reopened

In the matter of Case 13243 being reopened pursuant to the provisions of Division Order No. R-12134, which order promulgated temporary special pool rules for the Young-Strawn Pool in Lea County, New Mexico, including provisions for 80-acre spacing units and designated well locations. Operators in the Young-Strawn Pool shall appear and present evidence to show cause why the temporary special pool rules established by this order should not be rescinded.

CASE 13242: Reopened

In the matter of Case 13242 being reopened pursuant to the provisions of Division Order No. R-12133, which order promulgated temporary special pool rules for the Querecho Plains-Strawn Pool in Lea County, New Mexico, including provisions for 80-acre spacing units and designated well locations. Operators in the Querecho Plains-Strawn Pool shall appear and show cause why the temporary special pool rules established by this order should not be rescinded.

CASE 13567: Application of Gruy Petroleum Management Company for simultaneous dedication, Lea County, New Mexico. Applicant seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in the Rhodes formation, Rhodes Yates-Seven Rivers Gas Pool, to its Rhodes Federal Unit Well No. 221 (API No. 30-025-12742) located in Unit C at a previously approved unorthodox well location 990 feet from the North line and 2310 feet from the West line of said Section 22 and its Rhodes Federal Unit Well No. 227 located in Unit E at a standard gas well location 1980 feet from the North line and 990 feet from the West line of said Section 22, Township 26 South, Range 37 East. Said unit is located approximately 3 miles south of Jal, New Mexico.

CASE 13568: Application of Gruy Petroleum Management Company for simultaneous dedication, Lea County, New Mexico. Applicant seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in the Rhodes formation, Rhodes Yates-Seven Rivers Gas Pool, to its Rhodes Federal Unit Well No. 223 (API No. 30-025-32168) located in Unit A at a standard gas well location 1140 feet from the North line and 660 feet from the East line of said Section 22 and its Rhodes Federal Unit Well No. 226 located in Unit G at a standard gas well location 1980 feet from the North line and 1550 feet from the East line of said Section 22, Township 26 South, Range 37 East, Lea County, New Mexico. Said unit is located approximately 3 miles south of Jal, New Mexico.

<u>CASE 13569</u>: Application of Gruy Petroleum Management Company for simultaneous dedication, Lea County, New Mexico. Applicant seeks authorization to simultaneously dedicate the standard 160-acre gas spacing unit in Rhodes formation, Rhodes Yates-Seven Rivers Gas Pool, comprised of the NE/4 of Section 9, Township 26 South, Range 37 East, to the following three wells:

- A. Rhodes Federal Unit Well No. 98 located in Unit B at an unorthodox well location 660 feet from the North line and 1650 feet from the East line;
- B. Rhodes Federal Unit Well No. 95 (API No. 30-025-24524) located in Unit G at a standard gas well location 1980 feet from the North line and 2180 feet from the East line; and
- C. Rhodes Federal Unit Well No. 96 (API No. 30-025-24536) located in Unit H at a standard gas well location 1980 feet from the North line and 760 feet from the East line.

Said unit is located approximately 3 miles south of Jal, New Mexico.