## Examiner Hearing – June 22, 2017 Docket No. 22-17 Page 3 of 6

- 8. <u>Case No. 15658</u> (re-opened): Application of NM&O Operating Company to re-open Case No. 15658 for compulsory pooling, Rio Arriba County, New Mexico. Applicant seeks an order pooling all mineral interests in the Mesaverde formation (Blanco-Mesaverde Gas Pool) underlying the S/2 of Section 35, Township 25 North, Range 2 West, NMPM, to form a standard 320 acre gas spacing and proration unit. The unit is dedicated to the Hawk Well No. 3, located at an orthodox location in the NE/4SW/4 of Section 35 (1835 feet from the south line and 1690 feet from the west line). Also to be considered will be the designation of applicant as operator of the well. The unit is located approximately 2-1/2 miles north of Lindrith, New Mexico.
- 9. <u>Case No. 15730</u>: Application of Mewbourne Oil Company for approval of an unorthodox gas well location, Lea County, New Mexico. Mewbourne Oil Company applies for an order approving an unorthodox gas well location in the Wolfcamp formation for the proposed Salado Draw 10 W1PA Fed. Com. Well No. 2H, located in Section 10, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico The well has a surface location in the NE/4 NE/4 of adjoining Section 15, with a first take point 330 feet from the south and east lines of Section 10, and a last take point 330 feet from the north and east lines of Section 10. The well is in the Red Hills-Wolfcamp Gas Pool, which is developed on 640 acre spacing with wells to be located no closer than 660 feet to the outer boundary of a section. All of Section 10 will be dedicated to the well. The well unit is located approximately 20-1/2 miles west of Bennett, New Mexico.
- 10. <u>Case No. 15731</u>: Application of Mewbourne Oil Company for approval of an unorthodox gas well location, Lea County, New Mexico. Mewbourne Oil Company applies for an order approving an unorthodox gas well location in the Wolfcamp formation for the proposed Salado Draw 10 W0PA Fed. Com. Well No. 3H, located in Section 10, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico The well has a surface location in the NE/4 NE/4 of adjoining Section 15, with a first take point 330 feet from the south line and 990 feet from the east line of Section 10, and a last take point 330 feet from the north line and 990 feet from the east line of Section 10. The well is in the Red Hills-Wolfcamp Gas Pool, which is developed on 640 acre spacing with wells to be located no closer than 660 feet to the outer boundary of a section. All of Section 10 will be dedicated to the well. The well unit is located approximately 20-1/2 miles west of Bennett, New Mexico.
- 11. <u>Case No. 15732</u>: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interests in the Wolfcamp formation underlying the E/2 of Section 27, Township 23 South, Range 28 East, NMPM. The unit will be dedicated to the Speedwagon 27 W0PA Fee Well No. 1H, a horizontal well with a surface location in the NE/4 NE/4 of adjoining Section 34, with the first take point 330 feet from the south line and 430 feet from the east line, and a terminus 330 feet from the north line and 430 feet from the east line, of Section 27. The well's location is orthodox. 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 1-1/2 miles southeast of Loving, New Mexico.
- 12. <u>Case No. 15733</u>: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interests in the Wolfcamp formation underlying the E/2 of Section 27, Township 23 South, Range 28 East, NMPM. The unit will be dedicated to the Speedwagon 27 W2PA Fee Well No. 1H, a horizontal well with a surface location in the NE/4 NE/4 of adjoining Section 34, with the first take point 330 feet from the south line and 500 feet from the east line, and a terminus 330 feet from the north line and 500 feet from the east line, of Section 27. The well's location is orthodox. 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 1-1/2 miles southeast of Loving, New Mexico.
- 13. <u>Case No. 15717</u>: (Continued from the June 8, 2017 Examiner Hearing.)

  Application of McElygin Energy Inc. for a non-standard spacing and progration of
- Application of McElvain Energy Inc. for a non-standard spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order (1) non-standard 160-acre, more or less, spacing and proration unit in the Bone Spring formation comprised of the W/2 W/2 of Section 28, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted interests in the Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to the applicant's proposed Ironhouse 28 BS2 State Com No. 4H Well, which will be drilled horizontally from the SW/4 SW/4 (Unit M) to a standard bottomhole location in the NW/4 NW/4 (Unit D) of Section 28. The completed interval for this well will remain within the 330-foot standard offset required the Statewide rules for oil wells. 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 applicant as operator of the well and, pursuant to NMRA 19.15.1.35, the imposition of a 200% risk charge against the working interest of any party that elects not to participate in this project. Said area is located approximately 23 miles west of Hobbs New Mexico.
- 14. Case No. 15734: (This case will be dismissed.)

Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Fulfer Oil & Cattle, L.L.C., for Wells Operated in Lea County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, ("Bureau") through its undersigned attorney, hereby files this application with the Oil Conservation Division ("OCD or Division") pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Fulfer Oil & Cattle, L.L.C. ("Operator") is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-

## Examiner Hearing – June 22 2017 Docket No 22 17 Page 4 of 6

- 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non-compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- Case No 15735 Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Jack J Grynberg for Wells Operated in Chaves County New Mexico The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70 2 12 for a compliance order (1) determining operator Jack J Grynberg (Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 § 70 2 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- <u>Case No 15736</u> Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Mar Oil and Gas Corporation for Wells Operated in Lea County New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 § 70 2 12 for a compliance order (1) determining operator Mar Oil and Gas Corporation (Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 § 70 2 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- 17 <u>Case No 15737</u> Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Oasis Water Solutions LLC for Wells Operated in Lea County New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70 2 12 for a compliance order (1) determining operator Oasis Water Solutions LLC (Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 § 70 2 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Roca Production Inc for Wells Operated in Lea County New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70.2.12 for a compliance order (1) determining operator Roca Production. Inc. (Operator.) is out of compliance with 19.15.8 NMAC and NMSA 1978 § 70.2.14 (2) requiring Operator to return to compliance with 19.15.8 NMAC and (3) in the event of non-compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.
- Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Norman L & Loretta E Gilbreath for Wells Operated in Rio Arriba and San Juan Counties New Mexico The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70 2 12 for a compliance order (1) determining operator Norman L & Loretta E Gilbreath (Operator) is out of compliance with 1915 8 NMAC and NMSA 1978 §70 2 14 (2) requiring Operator to return to compliance with 1915 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- 20 <u>Case No 15696</u> (Continued from the June 8 2017 Examiner Hearing)

  Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Norman L Gilbreath for Wells Operated in San Juan County New Mexico The New Mexico Oil Conservation Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70 2 12 for a compliance order (1) determining operator Norman L Gilbreath (Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 §70 2 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance
- 21 <u>Case No 15704</u> (Continued from the June 8 2017 Examiner Hearing)

  Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Rhombus Operating Co Ltd for Wells Operated in Lea County New Mexico

  Division Compliance and Enforcement Bureau (Bureau) through its undersigned attorney hereby files this application with the