

CASE NO. 13761: *Application of Manana Gas, Inc. for an unorthodox gas well location, San Juan County, New Mexico.* Applicant seeks to drill and complete its proposed Crooked Seams Well No. 2 (API No. 30-045-33818) in the: (i) Pictured Cliffs formation within either the Undesignated Aztec-Pictured Cliffs Pool (71280) or the Undesignated Fulcher Kutz-Pictured Cliffs Pool (77200); and (ii) Basin-Fruitland Coal (Gas) Pool (71629) at an unorthodox gas well location in both intervals 420 feet from the North line and 1090 feet from the East line (Unit A) of Section 14, Township 30 North, Range 12 West. This well is to be: (i) an infill coal gas well in the Basin-Fruitland Coal (Gas) Pool within an existing standard 320-acre stand-up spacing unit in the E/2 of Section 14, which is currently dedicated to applicant's existing Crooked Seams Well No. 1 (API No. 30-045-32012) located at a standard coal gas well location 716 feet from the South line and 1225 feet from the East line (Unit P) of Section 14; and (ii) the initial Pictured Cliffs gas well within a standard 160-acre unit comprising the NE/4 of Section 14. The proposed well site is located approximately 1.5 miles Northeast of Flora Vista, New Mexico.

CASE NO. 13650: *Continued from July 20, 2006, Examiner Hearing*
Application of Ridgeway Arizona Oil Corporation for Approval of a Unit Agreement, Catron County, New Mexico. Applicant seeks approval of the Cottonwood Canyon Carbon Dioxide Gas Unit Area, comprising 89,574.12 acres of federal, state, and fee lands described as follows:

Township 2 North, Range 20 West, N.M.P.M.
Sections 30-32: All

Township 2 North, Range 21 West, N.M.P.M.
Section 9: All
Sections 14-16: All
Sections 21-28: All
Sections 33-36: All

Township 1 North, Range 20 West, N.M.P.M.
Sections 4-9: All
Sections 16-21: All
Section 26: S/2
Section 27: S/2
Sections 28-35: All

Township 1 North, Range 21 West, N.M.P.M.
Sections 1-4: All
Sections 9-16: All
Sections 21-28: All
Sections 33-36: All

Township 1 South, Range 20 West, N.M.P.M.
Sections 2-10: All
Sections 16-21: All
Sections 28-33: All

Township 1 South, Range 21 West, N.M.P.M.
Sections 1-4: All
Sections 9-16: All
Sections 21-28: All
Sections 33-36: All

Township 2 South, Range 20 West, N.M.P.M.
Sections 5-8: All
Sections 18-19: All

Township 2 South, Range 21 West, N.M.P.M.
Sections 1-4: All
Sections 9-16: All

Sections 21-28: All

Sections 33-36: All

Township 3 South, Range 21 West, N.M.P.M.

Sections 3-4: All

The proposed unit area is centered approximately 33 miles west-southwest of Quemado, New Mexico.

CASE NO. 13762: *Application of Lynx Petroleum Consultants, Inc. for an adjudicatory hearing, Eddy County, New Mexico.* Lynx Petroleum Consultants, Inc. seeks an adjudicatory hearing before the Oil Conservation Division in order for the OCD to consider the objection received from Intrepid Potash to Lynx's application for a permit to drill the Eddy "BD" State No. 2 well, located at 660' FNL & 1980' FEL, Section 32, T20S, R30E, Eddy County, New Mexico in a Known Potash Leasing Area. The hearing is set before the Oil Conservation Division on the 17 day of August, 2006.

CASE NO. 13763: *Application of the New Mexico Oil Conservation Division for an Order Requiring The Edmar Company, LLC to Furnish Financial Assurance, Lea and Eddy Counties, New Mexico.* The Applicant seeks an order requiring The Edmar Company, LLC to furnish financial assurance to secure its obligation to plug wells that it operates, or, in default thereof, ordering the wells shut in. The following wells are affected:

Well Name	API No.	Location	
Baum 6 Com #1	30-025-22264	Lea	2-6-14S-33E
Baum 6 Com #2	30-025-28389	Lea	H-6-14S-33E
Baum State Com #1	30-025-22886	Lea	L-4-14S-33E
Polar Bear State #1	30-015-30671	Eddy	K-36-16S-27E
Saunders 28 #1	30-025-26894	Lea	F-28-14S-33E

CASE NO. 13563: *Continued from July 20, 2006, Examiner Hearing*

Application of the New Mexico Oil Conservation Division for an Order Requiring CKG Energy, Inc. and/or Cedar Gas Company to Properly Plug 8 Well(s) and to Close Pits, Quay County, New Mexico. The applicant seeks an order requiring CKG Energy, Inc., the operator of eight inactive well(s) in Quay County, New Mexico, to properly plug and abandon the same, and to properly close abandoned pits located at the sites of said wells, and providing for such other relief as the Director deems appropriate.

CASE NO. 13373: *Continued from June 22, 2006, Examiner Hearing*

Application of the New Mexico Oil Conservation Division for an order requiring Orbit Energy Inc. to return 5 wells to compliance with 19.15.4.201 NMAC, Roosevelt County, New Mexico. The Applicant moves the Oil Conservation Division Director to reopen Case No. 13373 to issue an order assessing civil penalties and finding Orbit Petroleum, Inc. (formerly Orbit Energy Inc.) to be in violation of Order R-12250, issued in Case No. 13373, requiring corrective action as to the following wells: Farrell Federal #010, API 30-041-10446, F-28-7S-33E; James McFarland #004, API 30-041-10567, L-20-7S-33E; Humble Federal #005, API 30-041-20116, B-26-7S-32E; State BA #001, API 30-041-10003, A-34-7S-35E; State BA #002, API 30-041-20048, H-34-7S-35E. The wells are located approximately 30 miles southwest of Portales in Roosevelt County, New Mexico.

CASE 13764: *In the matter of the hearing of the Oil Conservation Division for an order creating, contracting and extending certain pools in Chaves and Eddy Counties.*

(a) CREATE a new pool in Eddy County, New Mexico for the production of oil from the Chester formation and designated as the Bear Grass Draw-Chester Pool (Pool Code 97526). The discovery well is the Mewbourne Oil Company Pavo "11" State Com. Well No. 1 (API No. 30-015-34439) located in Unit I of Section 11, Township 18 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM

Section 11: SE/4

(b) CONTRACT the East Empire-Yeso Pool (Pool Code 96610) in Eddy County, New Mexico by the deletion of the following described area: