<u>CASE 13129</u>: Continued from August 7, 2003 Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring Wood, McShane & Thams to Properly Remediate the Location of a Plugged Well, Assessing an Appropriate Civil Penalty in the Event of Operator's Failure to Comply, Authorizing the Division to Perform Remediation and Ordering a Forfeiture of Applicable Bond; Roosevelt County, New Mexico. The affected well is the Newmarket & Green 16 State Well No. 1 (API No. 30-041-20812), located in the SE/4 SW/4 (Unit N) of Section 16, Township 6 South, Range 33 East, Roosevelt County, New Mexico.

<u>CASE 12919</u>: Continued from July 10, 2003 Examiner Hearing.

Application of the New Mexico Oil Conservation Division for a Public Hearing Pursuant to Rule 19.G(3) to Consider the Adequacy of a Revised Stage 2 Abatement Plan; Lea County, New Mexico. The Applicant asks the Director to set a public hearing to review the adequacy of the Revised Stage 2 Abatement Plan submitted by Rice Operating Company for abatement of ground water contamination at the Junction I9 Release Site in the NE/4 SE/4 (Unit I) of Section 9, Township 19 South, Range 38 East, in Lea County, New Mexico. The Applicant will recommend approval of the Revised Stage 2 Abatement Plan subject to conditions set forth in the Application. The documents constituting the Revised Stage 2 Abatement Plan are on file at the Santa Fe office of the Division at 1220 S. Saint Francis Drive, 3rd Floor, in Santa Fe, New Mexico, and may be examined by interested persons during ordinary business hours.

<u>CASE 13143</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, extending vertical and horizontal limits, and redesignating certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Siluro Devonian production and designated as the Alkali Draw-Siluro Devonian Gas Pool (Pool Code 97284). The discovery well is the Yates Petroleum Corporation Bobwhite "BBH" Deep Federal Com. Well No. 1 (API No. 30-005-62135) located in Unit D of Section 3, Township 6 South, Range 26 East, NMPM. Said pool would comprise:

> TOWNSHIP 6 SOUTH, RANGE 26 EAST, NMPM Section 3: All

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the Angel Ranch-Strawn Gas Pool (**Pool Code 97278**). The discovery well is the EOG Resources, Inc. Gordon "23" State Com. Well No. 1 (API No. 30-015-32353) located in Unit N of Section 23, Township 19 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPM Section 23: S/2

(c) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Wolfcamp production and designated as the South Crockett Draw-Wolfcamp Gas Pool (Pool Code 97285). The discovery well is the Yates Petroleum Corporation Cottonwood Federal Well No. 5 (30-005-63448) located in Unit J of Section 26, Township 6 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 6 SOUTH, RANGE 25 EAST, NMPM Section 26: E/2

(d) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Upper Pennsylvanian production and designated as the Dog Canyon Draw-Upper Pennsylvanian Pool (Pool Code 97287). The discovery well is the Yates Petroleum Corporation Gem Dandy "BCG" State Com. Well No. 1 (API No. 30-015-32666) located in Unit L of Section 35, Township 16 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM Section 35: SW/4 (e) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Northwest Empire-Wolfcamp Pool (Pool Code 97286). The discovery well is the Yates Petroleum Corporation Gem Dandy "BCG" State Com. Well No. 1 (API No. 30-015-32666) located in Unit L of Section 35, Township 16 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM Section 35: SW/4

(f) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Bone Spring production and designated as the South Esperanza-Bone Spring Pool (Pool Code 97277). The discovery well is the Devon Energy Production Company, L.P. Indian Draw "13" Well No. 1 (API No. 30-015-29714) located in Unit K of Section 13, Township 22 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 13: SW/4

(g) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Wolfcamp production and designated as the Lost Lake-Wolfcamp Gas Pool (Pool Code 97281). The discovery well is the Yates Petroleum Corporation Summers Com. Well No. 2 (API No. 30-005-63469) located in Unit M of Section 25, Township 9 South, Range 24 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 24 EAST, NMPM Section 25: S/2

(h) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Bone Spring production and designated as the Rattlesnake Well-Bone Spring Gas Pool (Pool Code 97279). The discovery well is the Ocean Energy, Inc. Parkway Well No. 19 (API No. 30-015-32663) located in Unit K of Section 21, Township 19 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 21: SW/4

(i) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Strawn production and designated as the Rattlesnake Well-Strawn Pool (Pool Code 97280). The discovery well is the OXY USA, Inc. OXY Pearl State Well No. 2 (API No. 30-015-30851) located in Unit A of Section 32, Township 19 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM Section 32: NE/4

(j) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Atoka production and designated as the Windmill-Atoka Gas Pool (Pool Code 97289). The discovery well is the Yates Petroleum Corporation Ten Mile Unit Well No. 1 (API No. 30-005-63509) located in Unit G of Section 33, Township 14 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 28 EAST, NMPM Section 33: E/2

(k) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Strawn production and designated as the Windmill-Strawn Gas Pool (**Pool Code 97288**). The discovery well is the Yates Petroleum Corporation Ten Mile Unit Well No. 1 (API No. 97288) located in Unit G of Section 33, Township 14 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 28 EAST, NMPM Section 33: E/2 (1) EXTEND the Burton Flat-Morrow Gas Pool (Pool Code 73280) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM Section 25: E/2

(m) EXTEND the East Carlsbad-Morrow Gas Pool (Pool Code 73920) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 1: S/2

(n) EXTEND the Cedar Canyon-Delaware Pool (Pool Code 11540) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM Section 11: SE/4

(o) EXTEND the Cemetery-Morrow Gas Pool (Pool Code 74640) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM Section 33: N/2

(p) EXTEND the vertical limits of the Clayton Basin-Seven Rivers Pool (Pool Code 97238) to include the Yates formation and redesignate the pool as the Clayton Basin-Yates-Seven Rivers Pool. In addition, extend the horizontal limits to include:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM Section 2: NW/4

(q) EXTEND the Crow Flats-Morrow Gas Pool (Pool Code 75720) in Eddy County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM Section 27: All Section 34: W/2

(r) EXTEND the North Foor Ranch-Pre-Permian Gas Pool (Pool Code 97094) in Chaves County, New Mexico to include:

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TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM Section 14: SW/4 Section 23: W/2

(s) EXTEND the Foor Ranch-Wolfcamp Gas Pool (Pool Code 76750) in Chaves County, New Mexico to include:

TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM Section 6: N/2

(t) EXTEND the Happy Valley-Delaware Pool (Pool Code 29665) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 26 EAST, NMPM Section 22: S/2 Section 27: W/2

(u) EXTEND the Ingle Wells-Delaware Pool (Pool Code 33745) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM Section 23: SW/4 (v) EXTEND the Laguna Salado-Bone Spring Pool (Pool Code 96721) in Eddy County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 16: SW/4 Section 17: S/2

(w) EXTEND the Loco Hills-Wolfcamp Pool (Pool Code 39990) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 16: SW/4 Section 21: NW/4

(x) EXTEND the South Los Medanos-Wolfcamp Pool (Pool Code 96336) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 30 EAST, NMPM Section 25: SE/4

(y) EXTEND the North McMillan-Morrow Gas Pool (Pool Code 81240) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPM Section 32: E/2

(z) EXTEND the Otis-Morrow Gas Pool (Pool Code 82360) in Eddy County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 14: E/2

(aa) EXTEND the Owen Mesa-Wolfcamp Gas Pool (Pool Code 97045) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 29 EAST, NMPM Section 25: S/2 Section 26: SE/4

(bb) EXTEND the Runyan Ranch-Abo Gas Pool (Pool Code 84340) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 23 EAST, NMPM Section 9: SE/4

(cc) EXTEND the South Sand Dunes-Delaware Pool (Pool Code 53818) in Eddy County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM Section 8: SW/4

(dd) EXTEND the North Seven Rivers Hills-Atoka Gas Pool (Pool Code 97272) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM Section 29: SW/4 Section 31: S/2 Section 32: W/2 (ee) EXTEND the Shugart-Morrow Gas Pool (Pool Code 85300) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM Section 32: E/2 Section 33: W/2

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