

be considered will be the cost of drilling and completing both wells and the allocation of cost thereof, as well as the actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. This spacing unit is located inside the city limits of Farmington, New Mexico.

3. **CASE 14148:** (Continued from the October 16, 2008 Examiner Hearing.)
Application of Chesapeake Operating, Inc. for compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling all mineral interests in a 160-acre project area located in the S/2 N/2 of Section 31, Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico. The above-referenced spacing unit will be dedicated to Chesapeake's Diamond 31 Federal Well No. 3H which will be drilled to test the Delaware formation, Willow Lake Delaware Pool, from a surface location 2310 feet from the North line and 25 feet from the East line and to a bottomhole location 2310 feet from the North line and 350 feet from the West line of said Section 31. 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 Chesapeake Operating, Inc. as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 4 miles southeast of Malaga, New Mexico.
4. **CASE 14199:** **Application of Dan A. Hughes Company, L.P. for approval of a Unit Agreement, Hidalgo County, New Mexico.** Applicant seeks approval of the North Big Hatchet Unit for an area comprising 42,107.69 acres of State of New Mexico and Fee lands in portions of Townships 30, 31, and 32 South, Ranges 16 and 17 West, NMPM, which is located north of the United States–Mexico border approximately 15 miles Southwest of Hachita, New Mexico.
5. **CASE 14200:** **Application of JTD Resources, LLC for compulsory pooling, Lea County, New Mexico.** JTD Resources, LLC seeks an order pooling all mineral interests from the surface to the base of the Abo formation underlying the NE/4 NW/4 of Section 9, Township 20 South, Range 38 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Undesignated West Nadine-San Andres Pool, West Nadine-Paddock-Blinebry Pool, West Nadine-Tubb Pool, and West Nadine-Drinkard Pool. The unit is to be dedicated to the Roberts Well No. 1, to be drilled at an orthodox oil well location in the NE/4 NW/4 of Section 9. 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 Pierce Production Company, LLC as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 3 miles south-southwest of Nadine, New Mexico.
6. **CASE 14201:** **Application of Apache Corporation for compulsory pooling, Lea County, New Mexico.** Applicant seeks an order pooling all mineral interests from the surface to the base of the Drinkard formation underlying the NW/4 SW/4 of Section 7, Township 20 South, Range 39 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Undesignated House Yates-Seven Rivers Pool, Undesignated House-San Andres Pool, Undesignated House-Blinebry Pool, and Undesignated House-Tubb Pool. The unit will be dedicated to the McCasland Well No. 1, to be drilled at an orthodox oil well location in the NW/4 SW/4 of Section 7. 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 3-1/2 miles southeast of Nadine, New Mexico.
7. **CASE 14202:** **Application of Mewbourne Oil Company for an order authorizing the drilling of a well in the Potash Area, Eddy County, New Mexico.** Applicant seeks an order approving the drilling of its proposed Parkway "26" State Com. Well No. 1 to an approximate depth of 11,800 feet to test the Morrow formation (Undesignated West Parkway-Morrow Gas Pool) within the Oil-Potash Area, at a location 875 feet from the North line and 660 feet from the West line (Unit D) of Section 26, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. The W/2 of Section 26 will be dedicated to the well. Applicant also seeks

oil or gas?