DOCKET: SPECIAL EXAMINER HEARING - FRIDAY - JUNE 27, 2008

9:00 A.M. - 1220 South St. Francis Santa Fe, New Mexico

1. <u>CASE 14116</u>: (Continued from the June 2, 2008 Examiner Hearing.)

Application of Fasken Oil & Ranch Ltd for an order authorizing the drilling of an additional well at an unorthodox location in the "Potash Area," Lea County, New Mexico. Applicant seeks an order authorizing the drilling of it proposed Laguna "16" State Well No. 2 at an unorthodox gas well location in the SE/4 NW/4 (Unit F) of Section 16, Township 20 South, Range 32 East. The W/2 of said Section 16 is to be dedicated to this proposed well. Said location is located within the "Potash Area" as defined by Division Order R-111-P and is approximately 2 miles northwest of Halfway, New Mexico.