4. CASE 14242: (Continued from the January 22, 2009 Examiner Hearing.)

Application of Enervest Operating LLC to amend the Unit Agreement and the Unit Operating Agreement for the West Loco Hills Grayburg No. 4 Sand Unit, and for statutory unitization, Eddy County, New Mexico. Applicant seeks an order amending the Unit Agreement and Unit Operating Agreement, and statutorily unitizing all mineral interests in, the Grayburg formation in the previously approved West Loco Hills Grayburg No. 4 Sand Unit underlying 5307.73 acres of federal, state, and fee lands covering parts of Township 17 South, Range 29 East, Township 18 South, Range 29 East, and Township 18 South, Range 30 East, N.M.P.M., described in Commission Order No. R-2166. Among the matters to be considered at hearing, pursuant to the New Mexico Statutory Unitization Act, NMSA 1978 §\$70-7-1 et seq., will be: The necessity of unit operations; the determination of horizontal and vertical limits of the unit area; the determination of the fair, reasonable, and equitable allocation of production and costs of production, including capital investments, to each of the tracts in the unit area; the determination of credits and charges to be made among the various owners in the unit area for their investment in wells and equipment; and such other matters as may be necessary and appropriate. The unit area is centered approximately 6 miles southwest of Loco Hills, New Mexico.

5. <u>CASE 14243</u>: (Continued from the January 22, 2009 Examiner Hearing.)

Application of Enervest Operating LLC for expansion of the waterflood project for the West Loco Hills Grayburg No. 4

Sand Unit, Eddy County, New Mexico. Applicant seeks approval to expand the waterflood project in the West Loco Hills Grayburg No. 4 Sand Unit by the injection of water into the Grayburg formation into wells located on 5307.73 acres of federal, state, and fee lands covering parts of Township 17 South, Range 29 East, Township 18 South, Range 29 East, and Township 18 South, Range 30 East, N.M.P.M., described in Commission Order No. R-2166. The unit area is centered approximately 6 miles southwest of Loco Hills, New Mexico.

- 6. CASE 14270: Application of Enervest Operating LLC to qualify the waterflood project for the West Loco Hills Grayburg No. 4 Sand Unit for the recovered oil tax rate, Eddy County, New Mexico. Applicant is the operator of the West Loco Hills Grayburg No. 4 Sand Unit, underlying 5307.73 acres of federal, state, and fee lands covering parts of Township 17 South, Range 29 East, Township 18 South, Range 29 East, and Township 18 South, Range 30 East, N.M.P.M., described in Commission Order No. R-2166. Applicant proposes to amend the plan of unitization for the Unit Area, and to expand the waterflood project for the Unit Area. These matters are the subject of Case Nos. 14242 and 14243. In this case applicant requests that the expanded waterflood project for the Unit Area be qualified for the recovered oil tax rate, pursuant to the Enhanced Oil Recovery Act (L. 1992, ch. 38) and Division regulations. Project data includes 7 producing wells and 16 injection wells in phase one of the project, and up to 102 producing wells and 131 injection wells upon full development. The unit area is centered approximately 6 miles southwest of Loco Hills, New Mexico.
- 7. <u>CASE 14271</u>: Application of Vanguard Permian, LLC for a non-standard gas spacing and proration unit and an unorthodox gas well location, Lea County, New Mexico. Applicant seeks an order approving a non-standard gas spacing and proration unit in the Queen formation (Byers-Queen Gas Pool) comprised of the N½NE¼ of Section 32, Township 18 South, Range 38 East, NMPM, and an unorthodox gas well location in the Queen formation for the State A Well No. 7, located 760 feet from the North line and 500 feet from the East line of Section 32. The well unit is located approximately 2-1/2 miles west-northwest of the intersection of State Highway 18 with U.S. Highway 62/180.
- 8. <u>CASE 14265</u>: (Continued from the January 8, 2009 Examiner Hearing.)

 Application of Rosetta Resources Operating LP for approval of a salt water disposal well, San Juan County, New Mexico. Applicant seeks an order amending Division Administrative Order Nos. SWD-1063 and SWD-1063-A to approve of the disposal of produced salt water into the Cliff House zone of the Mesa Verde formation into the Tsah Tah SWD Well No. 11, located 970 feet from the South line and 1510 feet from the West line of Section 11, Township 24 North, Range 10 West, NMPM. The well is located approximately 26 miles south-southeast of Bloomfield, New Mexico.
- 9. <u>CASE 14266</u>: (Continued from the January 8, 2009 Examiner Hearing.)

 Application of Rosetta Resources Operating LP for approval of a salt water disposal well, San Juan County, New Mexico. Applicant seeks an order amending Division Administrative Order Nos. SWD-1063 and SWD-1063-A to approve of the disposal of produced salt water into the Čliff House zone of the Mesa Verde formation into the Tsah Tah SWD Well No. 36, located 1800 feet from the North line and 1360 feet from the West line of Section 36, Township 25 North, Range 10 West, NMPM. The well is located approximately 23 miles south-southeast of Bloomfield, New Mexico.