- CASE 14544: (Continued and Readvertised) (Continued from the January 6, 2011 Examiner Hearing.) 3. Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Devon Energy Production Company, L.P. seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Delaware formation comprised of the N/2 NE/4 and NE/4 NW/4 of Section 24, Township 18 South, Range 33 East, NMPM. Applicant further seeks the pooling of all mineral interests from the surface to the base of the Delaware formation underlying the N/2 NE/4 and NE/4 NW/4 of Section 24, and in the following manner: (i) the NE/4 NE/4 to form a standard 40 acre oil spacing and proration unit for any formations and/or pools developed on 40 acre spacing within that vertical extent; and (ii) the N/2 NE/4 and NE/4 NW/4 to form a non-standard 160 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent. The units are to be dedicated to the New Mexico 24 Fed. Com. Well No. 3, a horizontal well to be drilled at a surface location in the NE/4 NE/4, with a terminus in the NE/4 NW/4, of Section 24. 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 units are located approximately 12 miles Southeast of Maljamar, New Mexico.
- 4. **CASE 74590:** Application of Devon Energy Production Company, L.P. to expand the Cotton Draw Unit, Eddy and Lea Counties, New Mexico. Applicant seeks approval to expand the Cotton Draw Unit to include the W/2NW/4 of Section 25 and the N/2 of Section 26, Township 24 South, Range 31 East, NMPM. The unit area, as expanded, will contain 9784.52 acres, more or less, of state and federal lands in all or parts of Sections 25, 26, and 33-36 in Township 24 South, Range 31 East, NMPM, Sections 33 and 34 in Township 24 South, Range 32 East, NMPM, Sections 1-3 and 11-13 in Township 25 South, Range 31 East, NMPM, and Sections 3, 4, 7, 9, 10, 15, 16, 18, 20-22, 28, and 29 in Township 25 South, Range 32 East, NMPM. The unit area is centered approximately 22-1/2 miles East-Southeast of Malaga, New Mexico.

5. <u>CASE 14583</u>: (Continued and Readvertised)

Application of Farleigh Oil Properties for a compliance order against SWEPI LP and Shell Exploration and Production Company, Guadalupe County, New Mexico. Applicant requests an order requiring SWEPI LP and Shell Exploration and Production Company to comply with Division reporting requirements, including, *inter alia*, NMAC 19.15.5.10.B, NMAC 19.15.7.10, and NMAC 19.15.7.16, and Forms C-105 and C-115, with respect to the following wells:

(a) Latigo Ranch 2-34 API No. 30-019-20136 §34-11N-23E

Located approximately 8-1/2 miles North-Northwest of Cuervo, New Mexico

 (b) Latigo Ranch 3-5 API No. 30-019-20137 §5-10N-23E
Located approximately 9 miles Northwest of Cuervo, New Mexico

(c) Latigo Ranch 3-3 API No. 30-019-20138 \$3-10N-23E

Located approximately 7 miles Northwest of Cuervo, New Mexico

- (d) Webb 3-23 API No. 30-019-20135 §23-11N-23E
 Located approximately 9-1/2 miles North-Northwest of Cuervo, New Mexico
- (e) Webb CD 1 API 30-019-20134 §25-11N-23E Located approximately 8 miles North-Northwest of Cuervo, New Mexico

6. CASE 14566: (Continued and Readvertised)

Application of Cimarex Energy Co. for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Cimarex Energy Co. of Colorado seeks an order approving a 201.99-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of Lot 4 of Section 3 and Lots