

CASE 11946: Continued from October 8, 1998 Examiner Hearing.

Application of Oil Conservation Division for an order requiring McKay Oil Corporation to properly plug eleven (11) wells, Chaves County, New Mexico. Applicant seeks an order requiring McKay Oil Corporation to properly plug the below-listed eleven (11) wells in Chaves County, New Mexico, authorizing the Division to plug said wells, and ordering a forfeiture of the plugging bond, if any. Said wells are located in an area approximately 30 miles north of Roswell, New Mexico.

West Fork Unit# 1, Section 32, Township 4 South, Range 22 East, Unit C
Bonnie# 1, Section 30, Township 5 South, Range 22 East, Unit O
Wolf State# 1, Section 16, Township 6 South, Range 23 East, Unit J
Pipeline Com.# 2, Section 26, Township 6 South, Range 22 East, Unit K
Macho State# 1, Section 32, Township 6 South, Range 23 East, Unit G
Desert Rose# 1, Section 12, Township 6 South, Range 22 East, Unit M
Inexico# 2, Section 32, Township 5 South, Range 22 East, Unit J
Inexico# 5, Section 33, Township 5 South, Range 22 East, Unit K
Inexico# 7, Section 33, Township 5 South, Range 22 East, Unit J
Camp State# 1, Section 25, Township 5 South, Range 22 East, Unit J
Aikman# 1, Section 36, Township 5 South, Range 26 East, Unit P 1

CASE 12116: In the matter of the hearing of the Oil Conservation Division for an order creating and extending certain pools in Eddy County, New Mexico.

- (a) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Cisco production and designated as the Turkey Track-Cisco Pool. The discovery well is the Harvey E. Yates Company Palmillo "6" State Well No. 1 located in Unit K of Section 6, Township 19 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM
Section 6: SW/4

- (b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Delaware production and designated as the Southwest Willow Lake-Delaware Pool. The discovery well is the Santa Fe Energy Resources, Incorporated Chaparral "10" Well No. 1 located in Unit F of Section 10, Township 25 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 28 EAST, NMPM
Section 10: NW/4

- (c) EXTEND the North Black River-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM
Section 32: E/2
Section 33: N/2
Section 34: NW/4

- (d) EXTEND the Cedar Lake-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM
Section 19: NW/4

- (e) EXTEND the Cemetery-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM
Section 12: All
Section 13: N/2

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM
Section 7: W/2
Section 18: N/2

- (f) EXTEND the Cotton Draw-Bone Spring Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM
Section 3: E/2
Section 10: NE/4

(g) EXTEND the Crow Flats-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 9: N/2

(h) EXTEND the East Eagle Creek-Atoka-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 25 EAST, NMPM

Section 14: All

(i) EXTEND the Livingston Ridge-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 31 EAST, NMPM

Section 26: SW/4

(j) EXTEND the Loco Hills-Paddock Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 17: NE/4

Section 22: SE/4

(k) EXTEND the Logan Draw-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 15: E/2

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