DOCKET: COMMISSION HEARING - FRIDAY - FEBRUARY 16, 2001

9:00 A.M. - OCD Hearing Room 1120 So. St. Francis Santa Fe, New Mexico

The Land Commissioner's designee for this hearing will be Jami Bailey.

The minutes of the November 8, 2000, Commission hearing will be adopted.

The Oil Conservation Commission may vote to close the open meeting to deliberate any De Novo cases heard at this hearing.

PLEASE NOTE

THE OIL CONSERVATION COMMISSION WILL ADOPT ITS ANNUAL RESOLUTION SETTING FORTH REASONABLE NOTICE STANDARDS FOR COMMISSION PUBLIC MEETINGS, PURSUANT TO THE NEW MEXICO OPEN MEETINGS ACT, 10-15-1.D. NMSA 1978.

Final action will be taken in:

CASE 12426: De Novo - Continued from January 26, 2001 Commission Hearing.

Application of Southwest Royalties, Inc. for a non-standard gas spacing and proration unit and an unorthodox gas well location, Lea County, New Mexico.

CASE 12008: De Novo - Continued from January 26, 2001 Commission Hearing.

Application of Robert E. Landreth for a determination of reasonable well costs, Lea County, New Mexico. Applicant, as a mineral interest owner in the standard 320-acre gas spacing and proration unit comprising the S/2 of Section 29, Township 22 South, Range 34 East, seeks an order ascertaining the reasonableness of actual well costs for: (i) the Santa Fe Energy Resources, Inc. Gaucho Unit Well No. 2-Y (API No. 30-025-34026), located 1650 feet from the South line and 1725 feet from the West line (Unit K) of Section 29; and (ii) the plugged and abandoned Gaucho Unit Well No. 2 (API No. 30-025-33682), located 1650 feet from the South and West lines (Unit K) of Section 29. This 320-acre unit was the subject of compulsory pooling Order No. R-10764, dated February 14, 1997. This area is located approximately 20 miles west by south of Eunice, New Mexico. Upon application of Robert E. Landreth, this case will he heard De Novo pursuant to the provisions of Rule 1220.