

(F) State "A" A/C-2 Well No. 63 (API No. 30-025-25543), located at a standard gas well location 990 feet from the North line and 2310 feet from the West line (Unit C) of Section 9;

(G) State "A" A/C-2 Well No. 67 (API No. 30-025-28276), located at a standard gas well location 2615 feet from the South line and 1345 feet from the West line (Unit K) of Section 9; and

(H) State "A" A/C-2 Well No. 72 (API No. 30-025-28281), located at a standard gas well location 1410 feet from the South line and 1440 feet from the West line (Unit K) of Section 9.

Further, the applicant, pursuant to the rules governing the Jalmat Gas Pool and the Stipulated Declaratory Judgment issued by the First Judicial District Court in Santa Fe County, New Mexico on December 15, 2000, seeks to simultaneously dedicate Jalmat production to this 480-acre unit from all ten of the above-described State "A" A/C-2 Wells No. 1, 4, 29, 31, 38, 40, 52, 63, 67, and 72.

This spacing unit is located approximately 4.5 miles southwest of Eunice, New Mexico.

**CASE 12679:** Application of Raptor Resources, Inc. for two unorthodox infill gas well locations and simultaneous dedication, Lea County, New Mexico. Applicant seeks an exception to the well location requirements provided within the "Special Pool Rules and Regulations for the Jalmat Gas Pool," as promulgated by Division Order No. R-8170, as amended, for the following two unorthodox gas well locations within an existing standard 440.50-acre spacing and proration unit comprised of Lots 3 and 4, S/2 NW/4, SW/4, W/2 SE/4 and the SE/4 SE/4 of Section 5, Township 22 South, Range 36 East:

(A) The State "A" A/C-2 Well No. 78 (API No. 30-025-34910) to be re-entered and re-completed at an unorthodox infill gas well location 1980 feet from the North line and 660 feet from the West line (Unit E) of Section 5, and

(B) The State "A" A/C-2 Well No. 81 to be drilled at an unorthodox infill gas well location 2080 feet from the South line and 1980 feet from the West line (Unit K) of Section 5.

This unit is currently dedicated to Raptor Resources, Inc.'s:

(A) State "A" A/C-2 Well No. 2 (API No. 30-025-08791), located at an unorthodox gas well location 1980 feet from the South line and 660 feet from the West Line (Unit L) of Section 5,

(B) State "A" A/C-2 Well No. 27 (API No. 30-025-08789), located at an unorthodox gas well location 660 feet from the South and East lines (Unit P) of Section 5,

(C) State "A" A/C-2 Well No. 33 (API No. 30-025-08793), located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the East line (Unit O) of Section 5,

(D) State "A" A/C-2 Well No. 34 (API No. 30-025-08794), located at an unorthodox gas well location 1980 feet from the South and East lines (Unit J) of Section 5,

(E) State "A" A/C-2 Well No. 44 (API No. 30-025-08797), located at an unorthodox gas well location 1980 feet from the North and West lines (Unit F) of Section 5,

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(F) State "A" A/C-2 Well No. 46 (API No. 30-025-08800), located at an unorthodox gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of Section 5, and

(G) State "A" A/C-2 Well No. 47 (API No. 30-025-08798), located at an unorthodox gas well location 660 feet from the North line and 1980 feet from the West Line (Unit C) of Section 5.

Further, the applicant, pursuant to the rules governing the Jalmat Gas Pool and the Stipulated Declaratory Judgment issued by the First Judicial District Court in Santa Fe County, New Mexico on December 15, 2000, seeks to simultaneously dedicate Jalmat production to this 440.50-acre unit from all nine of the above-described State "A" A/C-2 Well Nos. 2, 27, 33, 34, 44, 46, 47, 78 and 81.

This spacing unit is located approximately 5.5 miles southwest of Eunice, New Mexico.

**CASE 12663:** Continued from May 17, 2001, Examiner Hearing.

**Application of David H. Arrington Oil and Gas, Inc. for an unorthodox oil well location and simultaneous dedication, Lea County, New Mexico.** Applicant seeks approval to re-complete its existing Mayfly "14" State Well No. 7 located at an unorthodox location 330 feet from the North and East lines (Unit A) of Section 14, Township 16 South, Range 35 East, for production from the Strawn formation, North Shoe Bar-Strawn Pool and for simultaneous dedication of this well to the previously approved 160-acre oil spacing and proration unit consisting of the NE/4 of said Section 14. This well is located approximately 3 miles west of Lovington, New Mexico.

**CASE 12666:** Continued from May 17, 2001, Examiner Hearing.

**Application of Texland Petroleum-Hobbs, L.L.C. for approval of a waterflood project for its Hobbs Upper Blinebry Pool Cooperative Waterflood Area and qualification of said project for the Recovered Oil Tax Rate pursuant to the Enhanced Oil Recovery Act, Lea County, New Mexico.** Applicant seeks approval of its Hobbs-Upper Blinebry Pool Cooperative Waterflood Area for injection of water into the Blinebry formation, Hobbs-Upper Blinebry Pool through fifteen injection wells located in the following described area:

**TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM**

Section 28: S/2

Section 29: SW/4, S/2 SE/4, NW/4 SE/4, SW/4 NW/4, S/2 NW/4 NW/4

Section 30: SE/4, S/2 NE/4

Section 31: NE/4

Section 32: N/2, N/2 SW/4

Section 33: NW/4, N/2 NE/4, SE/4 NE/4, NE/4 SE/4

The applicant requests that the Division establish procedures for the administrative approval of additional injection wells within the project area without the necessity of further hearings and the adoption of such other provisions as are necessary for said waterflood operations. Applicant further seeks to qualify the project area for the Recovered Oil Tax Rate pursuant to the "New Mexico Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). Said unit straddles the city limits on the west side of Hobbs, New Mexico.