

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:**

**CASES NO. 12,700, 12,701 and 12,702
ORDER NO. R-11644**

**APPLICATIONS OF EXCO RESOURCES, INC. FOR COMPULSORY
POOLING, CHAVES COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

These cases came on for hearing at 8:15 a.m. on July 26, 2001, at Santa Fe, New Mexico, before Examiner David K. Brooks.

NOW, on this 17th day of September, 2001, the Division Director, having considered the testimony, the record and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given, and the Division has jurisdiction of these cases and of the subject matter.

(2) In Case No. 12,700, Exco Resources, Inc. ("Applicant"), seeks an order pooling all uncommitted mineral interests from the surface to the base of the Abo formation underlying the SW/4 of Section 19, Township 5 South, Range 25 East, NMPM, Chaves County, New Mexico, in the following manner:

The SW/4, forming a standard 160-acre gas spacing and proration unit for all formations or pools spaced on 160 acres within this vertical extent, which presently include, but are not necessarily limited to, the Pecos Slope Abo Gas Pool.

The SW/4 SW/4, forming a standard 40-acre spacing and proration unit for all formations or pools spaced on 40 acres within this vertical extent.

The above-described 160-acre unit is proposed to be dedicated to Applicant's Rose Federal Well No. 14 to be drilled at a standard well location in the SW/4 SW/4 (Unit M) of Section 19.

(3) In Case No. 12,701, Applicant seeks an order pooling all uncommitted mineral interests from the surface to the base of the Abo formation underlying the NW/4 of Section 20, Township 5 South, Range 25 East, NMPM, Chaves County, New Mexico, in the following manner:

The NW/4, forming a standard 160-acre gas spacing and proration unit for all formations or pools spaced on 160 acres within this vertical extent, which presently include, but are not necessarily limited to, the Pecos Slope Abo Gas Pool.

The SW/4 NW/4, forming a standard 40-acre spacing and proration unit for all formations or pools spaced on 40 acres within this vertical extent.

This above-described 160-acre unit is proposed to be dedicated to Applicant's Rose Federal Well No. 15 to be drilled at a standard well location in the SW/4 NW/4 (Unit E) of Section 20.

(4) In Case No. 12,702, Applicant seeks an order pooling all uncommitted mineral interests from the surface to the base of the Abo formation underlying the SW/4 of Section 20, Township 5 South, Range 25 East, NMPM, Chaves County, New Mexico, in the following manner:

The SW/4, forming a standard 160-acre gas spacing and proration unit for all formations or pools spaced on 160 acres within this vertical extent, which presently include, but are not necessarily limited to, the Pecos Slope Abo Gas Pool.

The SW/4 SW/4, forming a standard 40-acre spacing and proration unit (the "Unit") for all formations or pools spaced on 40 acres within this vertical extent.

This above-described 160-acre unit is proposed to be dedicated to Applicant's Rose Federal Well No. 16 to be drilled at a standard well location in the SW/4 SW/4 (Unit M) of Section 20.

(5) Subsequent to the hearing, counsel for Applicant notified the Division that all owners of interests in the above-described, proposed Units had voluntarily agreed to pool their interests, and requested that Cases No. 12700, 12701 and 12702 be dismissed.

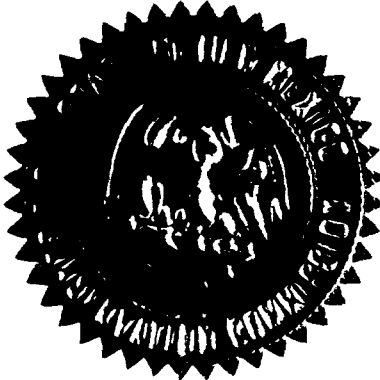
(6) Applicant's request for dismissal of these cases should be granted.

IT IS THEREFORE ORDERED THAT:

(1) Pursuant to the request of the Applicant, Exco Resources, Inc., Cases No. 12,700, 12,701 and 12,702 are hereby dismissed.

(2) Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director