<u>CASE 12783</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Permo Pennsylvanian production and designated as the Coyote Draw-Permo Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation Binnion "TT" Federal Well No. 7 located in Unit A of Section 24, Township 7 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 7 SOUTH, RANGE 25 EAST, NMPM Section 24: N/2

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Morrow production and designated as the Southwest Henshaw-Morrow Gas Pool. The discovery well is the Chi Operating Company Aspen Federal Com. Well No. 1 located in Unit C of Section 31, Township 16 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 30 EAST, NMPM Section 31: W/2

(c) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Delaware production and designated as the Southwest Nash Draw-Delaware Pool. The discovery well is the Kukui Operating Company Goodnight "35" Federal Well No. 1 located in Unit N of Section 35, Township 23 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 29 EAST, NMPM Section 35: SW/4

(d) EXTEND the Antelope Sink-Morrow Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 24 EAST, NMPM Section 32: SW/4

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

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM Section 22: E/2

(f) EXTEND the Brushy Draw-Wolfcamp Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 26 SOUTH, RANGE 29 EAST, NMPM Section 24: SW/4 Section 25: W/2

(g) EXTEND the Burton Flat-Strawn Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 4: S/2 Section 5: S/2

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

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM Section 13: SE/4

(i) EXTEND the Chosa Draw-Morrow Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 25 SOUTH, RANGE 26 EAST, NMPM Section 8: SW/4

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

TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM Section 20: E/2 Section 21: All

(k) EXTEND the Empire-Pennsylvanian Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM Section 17: E/2

(1) EXTEND the North Foor Ranch-Pre-Permian Gas Pool in Chaves County, New Mexico to include:

TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM Section 10: S/2

(m) EXTEND the Indian Loafer Draw-Upper Pennsylvanian Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 21 EAST, NMPM Section 34: W/2

(n) EXTEND the Loco Hills-Abo Pool in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM Section 20: SW/4

(o) EXTEND the Lost Tank-Delaware Pool in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 31 EAST, NMPM Section 35: NW/4

(p) EXTEND the West Lusk-Morrow Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 31 EAST, NMPM Section 8: E/2

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