<u>CASE 12793</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting vertical limits, redesignating, and extending certain pools in Chaves and Lea Counties, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Strawn production and designated as the Corbin-Strawn Gas Pool. The discovery well is the EOG Resources Inc. Corbin 18 Federal Com. Well No. 2 located in Unit O of Section 18, Township 18 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 18: S/2

(b) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Delaware production and designated as the North Diamondtail-Delaware Pool. The discovery well is the Pogo Producing Company Aracanga Federal Well No. 1 located in Unit O of Section 4, Township 23 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 4: SE/4

(c) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Mississippian production and designated as the Eight Mile Draw-Mississippian Gas Pool. The discovery well is the Yates Petroleum Corporation Comet AUC State Well No. 1 located in Unit O of Section 23, Township 11 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM Section 23: S/2

(d) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the North Feather-Wolfcamp Pool. The discovery well is the Yates Petroleum Corporation Wings AUT State Well No. 1 located in Unit M of Section 17, Township 15 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 17: SW/4

(e) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the Four Lakes-Morrow Gas Pool. The discovery well is the Yates Petroleum Corporation Indigo State Unit Well No. 1 located in Unit A of Section 7, Township 12 South, Range 35 East, NMPM. Said pool would comprise:

> TOWNSHIP 12 SOUTH, RANGE 35 EAST, NMPM Section 7: E/2

(f) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the North Morton-Morrow Gas Pool. The discovery well is the Yates Petroleum Corporation North Papalotes State Unit Well No. 1 located in Unit A of Section 36, Township 14 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM Section 36: N/2

(g) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Mississippian production and designated as the Sand Springs-Mississippian Gas Pool. The discovery well is the Yates Petroleum Corporation East Sand Springs Unit Well No. 3 located in Unit N of Section 6, Township 11 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 35 EAST, NMPMSection 6:E/2 SW/4 and Lots 3, 4, 5 and 6

(h) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Atoka-Morrow production and designated as the East Tobac-Atoka-Morrow Gas Pool. The discovery well is the Yates Petroleum Corporation Tres Canal State Unit Well No. 1 located in Unit K of Section 26, Township 8 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM Section 26: W/2

(i) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the Townsend-Atoka Gas Pool. The discovery well is the Nadel & Gussman Permian LLC. E. L. Harrod Well No. 1 located in Unit K of Section 5, Township 16 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM Section 5: SW/4 and Lots 11, 12, 13 and 14

(j) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the Wilson-Atoka Gas Pool. The discovery well is the Maynard Oil Company Wilson Deep Unit Well No. 2-Y located in Unit D of Section 13, Township 21 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 13: W/2

(k) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the X-4 Ranch-Morrow Gas Pool. The discovery well is the Yates Petroleum Corporation Hytech AUM State Well No. 1 located in Unit M of Section 2, Township 10 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM Section 2: S/2

(1) EXTEND the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, to include:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM Section 21: N/2 SE/4

(m) EXTEND the South Antelope Ridge-Cherry Canyon Pool in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM Section 22: NE/4

(n) EXTEND the South Big Dog-Strawn Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 2: SW/4 Section 11: NW/4

(o) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 14: NW/4

(p) EXTEND the Bootleg Ridge-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM Section 24: S/2

(q) EXTEND the West Cato-San Andres Gas Pool in Chaves County, New Mexico to include:

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM Section 5: SW/4

(r) EXTEND the North Eidson-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM

Section 24: E/2 Section 25: N/2

TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM Section 19: W/2

(s) EXTEND the Southwest Eunice-San Andres Pool in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 4: NW/4

(t) EXTEND the East Fowler-Ellenburger Pool in Lea County, New Mexico to include:

TOWNSHIP 24 SOUTH, RANGE 38 EAST, NMPM Section 7: SE/4

(u) EXTEND the North Hardy-Strawn Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 19: SW/4

(v) EXTEND the North Hardy-Tubb-Drinkard Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 26: SE/4

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 30: SE/4

(w) EXTEND the Kemnitz-Cisco Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 8: NW/4

(x) EXTEND the Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 9: SW/4

(y) EXTEND the Northeast Lovington-Upper Pennsylvanian Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 9: NW/4

(z) EXTEND the North Lovington-Wolfcamp Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 36 EAST, NMPM Section 14: NW/4

(aa) EXTEND the East Lusk-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 22: N/2 Section 23: N/2

(bb) EXTEND the North Lusk-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 21: W/2 and SE/4

(cc) CONTRACT the vertical limits of the North Morton-Permo Pennsylvanian Pool in Lea County, New Mexico to include only the Wolfcamp, Cisco, Canyon and Strawn formations and redesignate said pool as the North Morton-Permo Upper Pennsylvanian Pool.

(dd) EXTEND the Nadine-Drinkard-Abo Pool in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM Section 24: NE/4

(ee) EXTEND the West Osudo-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM Section 35: SW/4

(ff) EXTEND the Penrose Skelly-Grayburg Pool in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 10: NE/4 Section 11: NW/4 (gg) EXTEND the South Quail Ridge-Yates Pool in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 34 EAST, NMPM Section 28: NE/4

(hh) EXTEND the Quercho Plains-Queen Associated Pool in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 26: NE/4

(ii) EXTEND the Shoe Bar-Atoka Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 4: N/2

(jj) EXTEND the North Shoe Bar-Atoka Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 10: NW/4 Section 14: W/2

(kk) EXTEND the South Shoe Bar-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 33: E/2 Section 34: SW/4

(1) EXTEND the North Shoe Bar-Strawn Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 14: SE/4

(mm) EXTEND the Teas-Bone Spring Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM Section 3: NE/4

(nn) EXTEND the Teas-Delaware Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 33 EAST, NMPM Section 3: N/2 (oo) CONTRACT the vertical limits of the Tobac-Pennsylvanian Pool in Chaves County, New Mexico to include only the Cisco, Canyon and Strawn formations and redesignate said pool as the Tobac-Upper Pennsylvanian Pool.

(pp) EXTEND the North Townsend-Mississippian Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 24: W/2

(qq) EXTEND the Townsend-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 15: W/2 Section 22: W/2

(rr) EXTEND the Trinity-Wolfcamp Pool in Lea County, New Mexico to include:

TOWNSHIP 12 SOUTH, RANGE 38 EAST, NMPM Section 22: SE/4 Section 27: N/2 and SW/4

(ss) EXTEND the North Vacuum-Atoka-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 5: S/2 Section 6: All

(tt) EXTEND the Vacuum-Blinebry Pool in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 26: SW/4

(uu) EXTEND the Wantz-Abo Pool in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 7: SE/4

(vv) EXTEND the Weir-Blinebry Pool in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 3: E/2 (ww) EXTEND the Wilson-Morrow Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 2: S/2 Section 24: N/2

(xx) EXTEND the South Wilson-Pennsylvanian Gas Pool in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 23: NE/4

(yy) EXTEND the North Young-Bone Spring Pool in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 6: SE/4

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