<u>CASE 12851</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 Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Bone Tank Draw-Wolfcamp Pool. The discovery well is the David H. Arrington Oil and Gas, Inc. Miss Moneypenny Federal Com. Well No. 1 located in Unit N of Section 14, Township 21 South, Range 22 East, NMPM. Said pool would comprise:

## TOWNSHIP 21 SOUTH, RANGE 22 EAST, NMPM Section 14: SW/4

(b) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Abo production and designated as the County Line Tank-Abo Pool. The discovery well is the Yates Petroleum Corporation Grande Mike "AZK" State Well No. 1 located in Unit K of Section 2, Township 16 South, Range 29 East, NMPM. Said pool would comprise:

### TOWNSHIP 16 SOUTH, RANGE 29 EAST, NMPM Section 2: SW/4

(c) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Pennsylvanian production and designated as the Dark Canyon II-Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation Tyler "AVC" State Well No. 1 located in Unit J of Section 30, Township 23 South, Range 25 East, NMPM. Said pool would comprise:

# TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM Section 30: E/2

(d) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the East Diamond Mound-Strawn Gas Pool. The discovery well is the Ocean Energy, Inc. Derrick Federal Com. Well No. 5 located in Unit I of Section 5, Township 16 South, Range 28 East, NMPM. Said pool would comprise:

## TOWNSHIP 16 SOUTH, RANGE 28 EAST, NMPM Section 5: S/2

(e) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Morrow production and designated as the Southeast Loafer Draw-Morrow Gas Pool. The discovery well is the Texaco Exploration and Production Inc. New Mexico "DF" State Com. Well No. 4 located in Unit J of Section 32, Township 21 South, Range 23 East, NMPM. Said pool would comprise:

> TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM Section 32: E/2

(f) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Seven Rivers production and designated as the Loco Hills-Seven Rivers Pool. The discovery well is the Anadarko Petroleum Corporation Victoria "29" Federal Well No. 1 located in Unit P of Section 29, Township 17 South, Range 30 East, NMPM. Said pool would comprise:

#### TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM Section 29: SE/4

(g) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the Northwest Loco Hills-Wolfcamp Pool. The discovery well is the Ocean Energy, Inc. Artesia State Com. Well No. 4 located in Unit C of Section 23, Township 18 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM Section 23: NW/4

(h) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Atoka production and designated as the East Seven Rivers Hills-Atoka Gas Pool. The discovery well is the Marbob Energy Corporation Zebra "FF" Federal Well No. 6 located in Unit F of Section 7, Township 21 South, Range 25 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 25 EAST, NMPM Section 7: W/2

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

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM Section 12: E/2

(j) EXTEND the East Cedar Lake-Morrow Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM Section 35: S/2 Section 36: W/2

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

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM Section 36: N/2 TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM Section 14: N/2 Section 26: NW/4

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM Section 28: S/2

(1) EXTEND the Cemetery-Strawn Gas Pool in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM Section 23: W/2 and NE/4

(m) EXTEND the Cottonwood Ranch-Pennsylvanian Gas Pool in Chaves County, New Mexico to include:

TOWNSHIP 6 SOUTH, RANGE 25 EAST, NMPM Section 36: E/2

(n) EXTEND the South Dagger Draw-Upper Pennsylvanian Associated Pool in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 24 EAST, NMPM Section 29: S/2 Section 32: W/2

(o) EXTEND the Empire-Wolfcamp Pool in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM Section 13: E/2 Section 24: NE/4

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

TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM Section 34: W/2

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

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM Section 25: N/2

(r) EXTEND the Pecos Slope-Pennsylvanian Pool in Chaves County, New Mexico to include:

TOWNSHIP 6 SOUTH, RANGE 25 EAST, NMPM Section 35: W/2

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