<u>CASE 12908</u>: In the matter of the hearing called by the Oil Conservation Division for an order creating, contracting, redesignating, and extending the vertical and horizontal limits of certain pools in Lea County, New Mexico.

(a) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Morrow production and designated as the Southwest Austin-Morrow Gas Pool (Pool Code 96664). The discovery well is the Yates Petroleum Corporation Morton Unit Well No. 1 (API No. 30-025-33314) located in Unit B of Section 5, Township 15 South, Range 35 East, NMPM. Said pool would comprise:

> TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM Section 4: S/2 Section 5: N/2 and SE/4 Section 9: NE/4 Section 10: N/2

(b) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the North Bagley-San Andres Pool (Pool Code 97159). The discovery well is the Weststar Exploration Company TP State A Well No. 2 (API No. 30-025-22013) located in Unit O of Section 10, Township 11 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM Section 10: SE/4

(c) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Austin production and designated as the East Cerca-Austin Gas Pool (**Pool Code 97198**). The discovery well is the Yates Petroleum Corporation Chad AXA State Well No. 2 (API No. 30-025-35656) located in Unit P of Section 36, Township 13 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 13 SOUTH, RANGE 34 EAST, NMPM Section 36: E/2

(d) CREATE a new pool in Lea County, New Mexico classified as an oil pool for San Andres production and designated as the East Echol-San Andres Pool (Pool Code 97182). The discovery well is the Concho Oil and Gas Corporation Sundown State Well No. 2 (API No. 30-025-35597) located in Unit M of Section 14, Township 10 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 37 EAST, NMPM Section 14: SW/4

(e) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Atoka production and designated as the Northwest Eight Mile Draw-Atoka Gas Pool (Pool Code 97028). The discovery well is the Yates Petroleum Corporation Blitzen

AUB State Well No. 1 (API No. 30-025-01824) located in Unit M of Section 16, Township 11 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM Section 16: S/2

(f) CREATE a new pool in Lea County, New Mexico classified as a gas pool for Blinebry production and designated as the Southwest House-Blinebry Gas Pool (Pool Code 97195). The discovery well is the Capataz Operating Inc. Red Tag Well No. 2 (API No. 30-025-35630) located in Unit K of Section 2, Township 20 South, Range 38 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 2: SW/4

(g) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Cisco and Canyon production and designated as the West Maljamar-Cisco-Canyon Pool **(Pool Code 97160)**. The discovery well is the Devon SFS Operating Inc. Maljamar 10 Federal Well No. 1 **(API No. 30-025-35317)** located in Unit O of Section 10, Township 17 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 10: SE/4

(h) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the West Shoe Bar-Wolfcamp Pool (Pool Code 97100). The discovery well is the David H. Arrington Oil & Gas Inc. Lord Baltimore 20 State Well No. 1 (API No. 30-025-35172) located in Unit K of Section 20, Township 16 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 20: SW/4

(i) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Glorieta production and designated as the Northwest Skaggs-Glorieta Pool (Pool Code 97203). The discovery well is the Matador Operating Company Williams 34 Well No. 3 (API No. 30-025-35711) located in Unit O of Section 34, Township 19 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM Section 34: SE/4

(j) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Simpson production and designated as the Northwest Skaggs-Simpson Pool (**Pool Code 97204**). The discovery well is the Matador Operating Company Cooper 3 Well No. 6 (API No. 30-025-35204) located in Unit B of Section 3, Township 20 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 3: NE/4

(k) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Delaware production and designated as the Vaca Ridge-Delaware Pool (Pool Code 97161). The discovery well is the EOG Resources Inc. Vaca Ridge 4 Federal Well No. 1 (API No. 30-025-28491) located in Unit C of Section 4, Township 25 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 34 EAST, NMPM Section 4: NW/4

(1) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Cisco and Canyon production and designated as the Northeast Vacuum-Cisco-Canyon Pool (Pool Code 97202). The discovery well is the Read and Stevens Inc. Meredith State Well No. 1 (API No. 30-025-30903) located in Unit F of Section 24, Township 17 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 24: NW/4

(m) CREATE a new pool in Lea County, New Mexico classified as an oil pool for Wolfcamp production and designated as the South Wilson-Wolfcamp Pool (Pool Code 97162). The discovery well is the Nearburg Producing Company Packer 18 State Com. Well No. 1 (API No. 30-025-35108) located in Unit A of Section 18, Township 21 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM Section 18: NE/4

(n) EXTEND the Southwest Austin-Mississippian Gas Pool (Pool Code 96242) in Lea County, New Mexico to include:

TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM Section 12: SW/4 Section 13: W/2 and SE/4

(o) EXTEND the Baish-Wolfcamp Pool (Pool Code 4480) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 32 EAST, NMPM Section 20: N/2 (p) EXTEND the vertical limits of the Cuerno Largo-Pennsylvanian Pool (**Pool Code** 14980) to include the Cisco, Canyon and Strawn formations, redesignate the pool as the Cuerno Largo-Upper Pennsylvanian Pool, and extend the horizontal limits to include:

TOWNSHIP 10 SOUTH, RANGE 32 EAST, NMPM Section 36: NE/4

(q) EXTEND the Southwest Diamondtail-Delaware Pool (Pool Code 96916) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 21: SW/4

(r) EXTEND the North Eidson-Morrow Gas Pool (**Pool Code 76360**) in Lea County, New Mexico to include:

> TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM Section 13: W/2 Section 24: NW/4

> TOWNSHIP 15 SOUTH, RANGE 35 EAST, NMPM Section 18: E/2 Section 19: NE/4

(s) EXTEND the Eight Mile Draw-Mississippian Gas Pool (Pool Code 97015) in Lea County, New Mexico to include:

TOWNSHIP 11 SOUTH, RANGE 34 EAST, NMPM Section 26: N/2

(t) EXTEND the EK-Delaware Pool (**Pool Code 21655**) in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 34 EAST, NMPM Section 29: NW/4

(u) EXTEND the Eunice-San Andres Pool (Pool Code 24150) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 3: NW/4 Section 4: NE/4

(v) EXTEND the Feather-Wolfcamp Pool (Pool Code 24210) in Lea County, New Mexico to include:

TOWNSHIP 15 SOUTH, RANGE 32 EAST, NMPM Section 20: S/2

(w) EXTEND the East Featherstone-Bone Spring Pool (Pool Code 24270) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 35 EAST, NMPM Section 14: NE/4

(x) EXTEND the Four Lakes-Mississippian Gas Pool (Pool Code 97053) in Lea County, New Mexico to include:

TOWNSHIP 12 SOUTH, RANGE 34 EAST, NMPM Section 1: W/2 and SE/4

TOWNSHIP 12 SOUTH, RANGE 35 EAST, NMPM Section 6: SW/4 Section 7: NW/4

(y) EXTEND the Gem-Morrow Gas Pool (Pool Code 77370) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 24: E/2

(z) EXTEND the West Grama Ridge-Bone Spring Pool (Pool Code 28432) in Lea County, New Mexico to include:

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 8: NE/4 Section 9: W/2

(aa) EXTEND the East Grama Ridge-Morrow Gas Pool (Pool Code 77690) in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 26: W/2

(bb) CONTRACT the East Grama Ridge-Morrow Gas Pool (**Pool Code 77690**) in Lea County, New Mexico by the deletion of the following described area:

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

(cc) EXTEND the Grama Ridge-Morrow Gas Pool (**Pool Code 77680**) in Lea County, New Mexico to include:

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

(dd) EXTEND the North Hardy-Strawn Pool (**Pool Code 96893**) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 36: NW/4

(ee) EXTEND the North Hardy-Tubb-Drinkard Pool (Pool Code 96356) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 24: SW/4

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

(ff) EXTEND the House-Blinebry Pool (Pool Code 33230) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 2: E/2

(gg) EXTEND the Klein Ranch-Wolfcamp Pool (**Pool Code 96989**) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM Section 27: NE/4

(hh) EXTEND the East Lusk-Morrow Gas Pool (**Pool Code 80770**) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM Section 26: NE/4

(ii) EXTEND the North Lusk-Strawn Pool (Pool Code 96678) in Lea County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM Section 29: SW/4 Section 32: NW/4

(jj) EXTEND the Maljamar-Wolfcamp Pool (**Pool Code 44540**) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM Section 4: SW/4 Section 5: E/2 Section 9: NW/4

(kk) EXTEND the Monument-Tubb Pool (Pool Code 47090) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM Section 32: SE/4

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPMSection 4:N/2Section 5:NE/4

(II) EXTEND the West Monument-Tubb Gas Pool (**Pool Code 96968**) in Lea County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 6: E/2

(mm) EXTEND the North Morton-Atoka Gas Pool (Pool Code 96676) in Lea County, New Mexico to include:

TOWNSHIP 14 SOUTH, RANGE 35 EAST, NMPM Section 32: S/2

(nn) EXTEND the Nadine-Drinkard-Abo Pool (Pool Code 47510) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM Section 15: SE/4

(oo) EXTEND the Nonombre-Atoka-Morrow Gas Pool (Pool Code 81810) in Lea County, New Mexico to include:

TOWNSHIP 13 SOUTH, RANGE 34 EAST, NMPM Section 31: W/2 and NE/4

(pp) EXTEND the West Red Tank-Delaware Pool (Pool Code 51689) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 1: NW/4 (qq) EXTEND the Southeast Scharb-Wolfcamp Pool (Pool Code 55650) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 35 EAST, NMPM Section 21: SE/4

(rr) EXTEND the Northwest Skaggs-Drinkard Pool (**Pool Code 96768**) in Lea County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 37 EAST, NMPM Section 34: NE/4 Section 35: NW/4

(ss) EXTEND the North Teague-Wolfcamp Pool (Pool Code 96961) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM Section 9: NW/4

(tt) EXTEND the Townsend-Morrow Gas Pool (Pool Code 86400) in Lea County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 35 EAST, NMPM Section 11: All

(uu) CONTRACT the Townsend-Morrow Gas Pool (Pool Code 86400) in Lea County, New Mexico by the deletion of the following described area:

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

(vv) EXTEND the Shoe Bar-Atoka Gas Pool (Pool Code 85210) in Lea County, New Mexico to include:

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

(ww) EXTEND the West Triste Draw-Delaware Pool (Pool Code 59945) in Lea County, New Mexico to include:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 32: W/2

(xx) EXTEND the North Vacuum-Atoka-Morrow Gas Pool (**Pool Code 86800**) in Lea County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM Section 21: N/2

(yy) EXTEND the South Wilson-Pennsylvanian Gas Pool (**Pool Code 87520**) in Lea County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 34 EAST, NMPM Section 22: E/2

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