

CASE 13001: In the matter of the hearing called by the Oil Conservation Division for an order creating, abolishing, 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 Seven Rivers production and designated as the Clayton Basin-Seven Rivers Pool (**Pool Code 97238**). The discovery well is the Shackleford Oil Company Eddy "IK" State Well No. 1 (**API No. 30-015-26125**) located in Unit G of Section 2, Township 20 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 29 EAST, NMPM
Section 2: NE/4

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Wolfcamp production and designated as the Diamond Mound-Wolfcamp Gas Pool (**Pool Code 97243**). The discovery well is the Ocean Energy, Inc. Sink Federal Well No. 2 (**API No. 30-015-23688**) located in Unit N of Section 9, Township 16 South, Range 27 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM
Section 9: S/2

(c) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Pennsylvanian production and designated as the Five Mile Draw-Pennsylvanian Gas Pool (**Pool Code 97129**). The discovery well is the Yates Petroleum Corporation Conejo "RH" State Well No. 5 (**API No. 30-005-63233**) located in Unit F of Section 2, Township 7 South, Range 25 East, NMPM. Said pool would comprise:

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

(d) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Wolfcamp production and designated as the East Loco Hills-Wolfcamp Pool (**Pool Code 97240**). The discovery well is the OXY USA Limited Partnership OXY Chocolate Cookies Federal Well No. 2 (**API No. 30-015-32145**) located in Unit C of Section 25, Township 18 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM
Section 25: NW/4

(e) CREATE a new pool in Eddy County, New Mexico classified as an oil pool for Delaware production and designated as the Palmillo Draw-Delaware Pool (**Pool Code 97245**). The discovery well is the Chi Operating, Inc. Remington Federal Well No. 3 (**API No. 30-015-27967**) located in Unit N of Section 3, Township 20 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 3: SW/4

(f) CREATE a new pool in Chaves County, New Mexico classified as a gas pool for Morrow production and designated as the Windmill-Morrow Gas Pool (**Pool Code 97234**). The discovery well is the Dominion Oklahoma Texas Exploration and Production, Inc. Stardust "3" Federal Well No. 1 (**API No. 30-005-63443**) located in Unit I of Section 3, Township 15 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 15 SOUTH, RANGE 28 EAST, NMPM

Section 3: E/2

(g) ABOLISH the Clayton Basin-Seven Rivers Pool (**Pool Code 97299**) in Eddy County, New Mexico comprised of the following described area:

TOWNSHIP 20 SOUTH, RANGE 27 EAST, NMPM

Section 2: NE/4

(h) EXTEND the Angell Ranch-Atoka-Morrow Gas Pool (**Pool Code 70310**) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 27 EAST, NMPM

Section 23: S/2

(i) EXTEND the Avalon-Strawn Gas Pool (**Pool Code 71080**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 26 EAST, NMPM

Section 22: W/2

(j) EXTEND the Bunting Ranch-Atoka Gas Pool (**Pool Code 73095**) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 21 EAST, NMPM

Section 25: E/2

(k) EXTEND the Burton Flat-Atoka Gas Pool (**Pool Code 73160**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 2: Lots 1 through 8

(l) EXTEND the Burton Flat-Morrow Gas Pool (**Pool Code 73280**) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 35: E/2

(m) EXTEND the East Carlsbad-Morrow Gas Pool (**Pool Code 73920**) in Eddy County, New Mexico to include:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM

Section 25: W/2

(n) EXTEND the North Cedar Lake-Morrow Gas Pool (**Pool Code 74600**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM

Section 17: E/2

(o) EXTEND the Cedar Lake-Yeso Pool (**Pool Code 96831**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 30 EAST, NMPM

Section 24: NE/4

(p) EXTEND the South Empire-Morrow Gas Pool (**Pool Code 76400**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM

Section 1: S/2

(q) EXTEND the Empire-Wolfcamp Pool (**Pool Code 22420**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 24: SE/4

(r) EXTEND the Foor Ranch-Pre-Permian Gas Pool (**Pool Code 76730**) in Chaves County, New Mexico to include:

TOWNSHIP 10 SOUTH, RANGE 26 EAST, NMPM

Section 5: All

Section 6: N/2

(s) EXTEND the North Foor Ranch-Pre-Permian Gas Pool (**Pool Code 97094**) in Chaves County, New Mexico to include:

TOWNSHIP 8 SOUTH, RANGE 26 EAST, NMPM

Section 10: N/2

(t) EXTEND the North Hackberry-Morrow Gas Pool (**Pool Code 96785**) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM

Section 25: S/2

Section 26: W/2 and SE/4

(u) EXTEND the Hart Draw-Atoka Gas Pool (**Pool Code 78220**) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM

Section 29: W/2

Section 30: S/2

(v) EXTEND the North Indian Basin-Strawn Gas Pool (**Pool Code 97013**) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM

Section 31: S/2

Section 32: SW/4

(w) EXTEND the Parkway-Bone Spring Pool (**Pool Code 49622**) in Eddy County, New Mexico to include:

TOWNSHIP 19 SOUTH, RANGE 29 EAST, NMPM

Section 28: E/2

Section 33: NE/4

(x) EXTEND the North Pecos Slope-Abo Gas Pool (**Pool Code 82733**) in Chaves County, New Mexico to include:

TOWNSHIP 4 SOUTH, RANGE 22 EAST, NMPM

Section 32: SW/4

(y) EXTEND the Penasco Draw-Morrow Gas Pool (**Pool Code 82770**) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 25 EAST, NMPM

Section 21: S/2

(z) EXTEND the Red Lake-Glorieta-Yeso Pool (**Pool Code 51120**) in Eddy County, New Mexico to include:

TOWNSHIP 18 SOUTH, RANGE 27 EAST, NMPM

Section 17: NE/4

(aa) EXTEND the Saladar-Strawn Gas Pool (**Pool Code 84412**) in Eddy County, New Mexico to include:

TOWNSHIP 20 SOUTH, RANGE 28 EAST, NMPM

Section 20: E/2

Section 27: W/2

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