

formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated Quail Ridge-Morrow Gas Pool. The unit is to be dedicated to applicant's Codorniz Fed. "28" Well No. 2, to be located at an orthodox location in the NW/4 SW/4 of Section 28. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 17½ miles west of Monument, New Mexico.

CASE 13022: Application of Pogo Producing Company for approval of a pilot pressure maintenance project and to qualify the project for the recovered oil tax rate pursuant to the Enhanced Oil Recovery Act, Eddy County, New Mexico. Applicant seeks approval to institute a pilot pressure maintenance project in the Lost Tank-Delaware Pool on State Lease LH-1523, comprising the SE/4 of Section 2, Township 22 South, Range 31 East, by the injection of water into the State "2" Well No. 5, located in Unit P of Section 2. Applicant further seeks to qualify the project for the recovered oil tax rate pursuant to the "New Mexico Enhanced Oil Recovery Act" (Laws 1992, Chapter 38, Sections 1 through 5). The project area is located approximately 28 miles east of Carlsbad, New Mexico.

CASE 13023: Application of Pogo Producing Company for an exception to Division rules to allow two operators in a single well unit, or in the alternative, for two non-standard gas spacing and proration units, Eddy County, New Mexico. Applicant seeks an order allowing it to operate its proposed State "19" Com. Well No. 2, and allowing Atasca Resources, Inc. to operate its State "19" Com. Well No. 1, both in the McMillan-Morrow Gas Pool. All of Section 19, Township 20 South, Range 27 East, will be dedicated to the two wells. **IN THE ALTERNATIVE**, applicant seeks an order creating two non-standard gas spacing and proration units in the McMillan-Morrow Gas Pool, one comprising the N/2 of Section 19 to be dedicated to the State "19" Com. Well No. 1 located in Unit F of Section 19, and the other comprising the S/2 of Section 19 to be dedicated to the State "19" Com. Well No. 2 to be located in Unit L of Section 19. The unit is located approximately 6½ miles east-southeast of Seven Rivers, New Mexico.

CASE 12967: Continued from February 6, 2003, Examiner Hearing.

Application of BP America Production Company for Surface Commingling, Eddy County, New Mexico. Applicant seeks authority to surface commingle gas production from the Little Box Canyon-Morrow, Indian Loafer Draw-Upper Pennsylvanian, Strychnine Draw-Atoka and Strychnine Draw-Strawn Gas Pools within certain wells it operates located on Federal Leases No. NMNM-93457 and NMNM-25336, which comprise all or portions of Sections 22, 25, 26 and 35, Township 20 South, Range 21 East, and on the Little Box State Lease, located on all or portions of Section 36, Township 20 South, Range 21 East. These wells are located approximately 18 miles south of Hope, New Mexico.

CASE 12968: Continued from February 6, 2003, Examiner Hearing.

Application of BP America Production Company for Surface Commingling, Eddy County, New Mexico. Applicant seeks authority to surface commingle gas production from the Little Box Canyon-Morrow and Indian Loafer Draw-Upper Pennsylvanian Gas Pools within certain wells it operates located on Federal Leases No. NMNM-82831, NMNM-88085, and NMNM-27451 which comprise all or portions of Section 31, Township 20.5 South, Range 22 East, Section 6, Township 21 South, Range 22 East, and Section 1, Township 21 South, Range 21 East, and on the Little Box State and Sweet Thing "36" State Leases, located on all or portions of Section 36, Township 20 South, Range 21 East, and Section 36, Township 20.5 South, Range 21 East. These wells are located approximately 18 miles south of Hope, New Mexico.

CASE 13024: Application of Trilogy Operating, Inc. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Silurian

160-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent. The unit is to be dedicated to the Boggs Fee Well No. 1, located in the NE/4 SE/4 of Section 21, which is to be re-entered and re-completed. Also to be considered will be the cost of re-entering and re-completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in re-entering and working over the well. The unit is located approximately 4½ miles southeast of Carlsbad, New Mexico.

CASE 13021: Application of Mewbourne Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the base of the Wolfcamp formation to 100 feet below the base of the Morrow formation underlying the S/2 of Section 1, Township 22 South, Range 27 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated East Carlsbad-Strawn Gas Pool and Undesignated East Carlsbad-Morrow Gas Pool. The unit is to be dedicated to applicant's Otis "1" Well No. 1, to be drilled at an orthodox location in the SW/4 SE/4 (Unit O) of Section 1. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 5 miles east of Carlsbad, New Mexico.

CASE 12957: Reopened

Application of Nadel and Gussman Permian, L.L.C. for compulsory pooling, Eddy County, New Mexico. Applicant seeks to amend Division Order No. R-11868 to pool additional interest owners, by pooling all mineral interests from the surface to the base of the Morrow formation underlying the E/2 of Section 35, Township 23 South, Range 27 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated Southeast Loving-Atoka Gas Pool and the Undesignated Black River-Morrow Gas Pool. The unit is to be dedicated to applicant's Palo Duro Well No. 1, to be drilled at an orthodox location in the NE/4 SE/4 (Unit I) of Section 35. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 3½ miles southwest of Loving, New Mexico.

CASE 13010: Continued from February 20, 2003, Examiner Hearing.

Application of Concho Oil & Gas Corp. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the N/2 of Section 28, Township 19 South, Range 34 East, to form a standard 320-acre gas spacing and proration unit for any formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Quail Ridge-Morrow Gas Pool. The unit is to be dedicated to applicant's Codorniz Fed. "28" Well No. 1, to be located at an orthodox location in the NW/4 NW/4 of Section 28. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. The unit is located approximately 17½ miles west of Monument, New Mexico.

CASE 13011: Continued from February 20, 2003, Examiner Hearing.

Application of Concho Oil & Gas Corp. for compulsory pooling, Lea County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the S/2 of Section 28, Township 19 South, Range 34 East, to form a standard 320-acre gas spacing and proration unit for any

formation in the NW/4 SE/4 of Section 11, Township 19 South, Range 38 East, including but not necessarily limited to the Wildcat Seven Rivers/Yates, the Wildcat Blinebry, the Wildcat Tubbs, the Wildcat Drinkard-Abo, and the Wildcat Silurian oil pools. Applicant proposes to dedicate these pooled units to its proposed Selman Well No. 1, to be drilled at a standard oil well location in the NW/4 SE/4 of said Section 11. Also to be considered will the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of applicant as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 1 mile south of the city limits of Hobbs, New Mexico.

CASE 13025: Application of the New Mexico Oil Conservation Division through the Environmental Bureau Chief to revoke the permit of Crawford Treating Company to operate an Oil Treatment Plant; Lea County, New Mexico. The Applicant seeks an order rescinding the permit of Dwight Crawford d/b/a Crawford Treating Company to operate an oil treating plant located in the NW/4 NW/4 of Section 12, Township 20 South, Range 38 East, in Lea County, New Mexico. Applicant further seeks an order requiring the former operator to clean up and reclaim the site of such previously operated facility, and in the event of his failure to do so, authorizing the Division to clean up and reclaim the site and forfeiting the operator's bond.

CASE 13026: Application of the New Mexico Oil Conservation Division through the Environmental Bureau Chief to revoke the permit of Am-Bett Oil Company, Inc. to operate an Oil Treatment Plant; Lea County, New Mexico. The Applicant seeks an order rescinding the permit of Am-Bett Oil Company, Inc. to operate an oil treating plant located in Lot 6 of Section 3, Township 21 South, Range 37 East, in Lea County, New Mexico. Applicant further seeks an order requiring the former operator to clean up and reclaim the site of such previously operated facility, and in the event of its failure to do so, authorizing the Division to clean up and reclaim the site and forfeiting the operator's bond.

CASE 13027: Application of the New Mexico Oil Conservation Division through the Environmental Bureau Chief to revoke the permit of Jamar, Inc. to operate an Oil Treatment Plant; Lea County, New Mexico. The Applicant seeks an order rescinding the permit of Jamar, Inc. to operate an oil treating plant located in the NE/4 NE/4 of Section 8, Township 20 South, Range 37 East, in Lea County, New Mexico. Applicant further seeks an order requiring the former operator to clean up and reclaim the site of such previously operated facility, and in the event of its failure to do so, authorizing the Division to clean up and reclaim the site and forfeiting the operator's bond.

CASE 13004: Continued from February 6, 2003, Examiner Hearing.

Application of the New Mexico Oil Conservation Division, through the Environmental Bureau Chief, for an Order Determining the Responsible Party or Parties and Ordering the Responsible Party or Parties to Conduct Division-Approved Corrective Action with respect to a Hydrocarbon Release; Lea County, New Mexico. The Applicant seeks an order determining the responsible parties with respect to a release of hydrocarbons identified as a danger to public safety and the environment, located on the Moon State "A" lease in the North Hobbs Unit, in Section 28, Township 18 South, Range 38 East, NMPM, Lea County, New Mexico.

CASE 13028: 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 a gas pool for Morrow production and designated as the Southwest Black River-Morrow Gas Pool (Pool Code 97255). The discovery well is the Rubicon Oil & Gas, LLC Jake State Well No. 3 (API No. 30-015-32340) located in Unit K of Section 36, Township 24 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM
Section 36: W/2

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Strawn production and designated as the Southwest Diamond Mound-Strawn Gas Pool (Pool Code 97254). The discovery well is the Devon Energy Production Company Carbon Valley "14" Federal Well No. 2 (API No. 30-015-30973) located in Unit F of Section 14, Township 16 South, Range 27 East, NMPM. Said pool would comprise

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM
Section 14: W/2

(c) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Bone Spring production and designated as the Paduca-Bone Spring Gas Pool (Pool Code 97252). The discovery well is the Chevron U.S.A., Inc. Cotton Draw Unit Well No. 90 (API No. 30-015-31889) located in Unit D of Section 36, Township 24 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 31 EAST, NMPM
Section 36: NW/4

(d) 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 29: N/2

(e) EXTEND the Crow Flats-Morrow Gas Pool (Pool Code 75720) in Eddy County, New Mexico to include:

TOWNSHIP 16 SOUTH, RANGE 27 EAST, NMPM
Section 34: E/2

TOWNSHIP 17 SOUTH, RANGE 27 EAST, NMPM
Section 3: NE/4

(f) EXTEND the Northwest Four Ranch-Wolfcamp Gas Pool (Pool Code 97066) in Chaves County, New Mexico to include:

TOWNSHIP 9 SOUTH, RANGE 26 EAST, NMPM
Section 9: E/2

(g) EXTEND the Fren-Cisco-Canyon Pool (Pool Code 97126) in Eddy County, New Mexico to include:

TOWNSHIP 17 SOUTH, RANGE 31 EAST, NMPM
Section 10: W/2

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