<u>CASE 10065</u>: In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating 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 Atoka production and designated as the West Bootleg Ridge-Atoka Gas Pool. The discovery well is the Mercury Exploration Company Connally Federal Well No. I located in Unit J of Section 15, Township 22 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM Section 15: S/2

(b) CREATE a new pool in Chaves County, New Mexico, classified as a gas pool for San Andres production and designated as the West Cato-San Andres Gas Pool. The discovery well is the Stevens Operating Corporation C. L. O'Brien Well No. 2 located in Unit H of Section 7, Township 8 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 8 SOUTH, RANGE 30 EAST, NMPM Section 7: NE/4 Section 8: NW/4

(c) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Paddock production and designated as the North Justis-Paddock Pool. The discovery well is the Texaco Inc. G. L. Erwin B Fed NCT-2 Well No. 1 located in Unit P of Section 35, Township 24 South, Range 37 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 37 EAST, NMPM Section 35: SE/4

(d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Blinebry production and designated as the West Lovington-Blinebry Pool. The discovery well is the Mallon Oil Company Mobil 5 State Well No. 1 located in Unit O of Section 5, Township 17 South, Range 36 East, NMPM. Said pool would comprise:

TOWNSHIP 17 SOUTH, RANGE 36 EAST, NMPM Section 5: SE/4

(e) CREATE a new pool in Lea County, New Mexico, classified as a gas pool for Wolfcamp and Pennsylvanian production and designated as the Nobien Wolfcamp-Pennsylvanian Gas Pool. The discovery well is the Yates Petroleum Corporation Paduca Unit Well No. 3 located in Unit I of Section 23, Township 25 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 32 EAST, NMPM Section 23: E/2

(f) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Strawn production and designated as the Pitchfork Ranch-Strawn Pool. The discovery well is the Bruce A. Wilbanks Company Moore "34" Com Well No. 1 located in Unit G of Section 34, Township 24 South, Range 34 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM Section 34: NE/4

(g) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres production and designated as the S.R.R.-San Andres Pool. The discovery well is the Spence Energy Company Kellahin 14 State Well No. 2 located in Unit P of Section 14, Township 9 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 9 SOUTH, RANGE 32 EAST, NMPM Section 14: SE/4

n) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Delaware production and designated as the Mid Vacuum-Delaware Pool. The discovery well is the Maralo Inc. Maralo SV-16 State Well No. 1 located in Unit L of Section 16, Township 18 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 35 EAST, NMPM Section 16: SW/4

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

TOWNSHIP 22 SOUTH, RANGE 34 EAST, NMPM Section 26: E/2

(j) EXTEND the South Corbin-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 18: SE/4 (k) EXTEND the West Corbin-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM

Section 12: SW/4 Section 13: NW/4

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM

Section 22: NW/4

(1) EXTEND the South Corbin-Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM Section 28: NE/4

(m) EXTEND the Gem-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM Section 29: N/2

(n) EXTEND the Gem-Wolfcamp Pool in Lea County, New Mexico, to include therein:

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

(o) EXTEND the Hat Mesa-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 32 EAST, NMPM Section 1: Lots 1, 2, 7, 8, 9, 10, 15 and 16

(p) EXTEND the Hume-Atoka Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 34 EAST, NMPM Section 5: SW/4

Section 5: Section 8: W/2

(q) EXTEND the North Hume-Wolfcamp Pool in Lea County, New Mexico, to include therein:

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

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

TOWNSHIP 19 SOUTH, RANGE 32 EAST, NMPM

Section 26:

Section 35: N/2

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

TOWNSHIP 19 SOUTH, RANGE 38 EAST, NMPM Section 27: SE/4

(t) EXTEND the South Osudo-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 35 EAST, NMPM Section 16: E/2

(u) EXTEND the Pearl-Queen Pool in Lea County, New Mexico, to include therein:

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

(v) EXTEND the Red Hills-Wolfcamp Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 26 SOUTH, RANGE 33 EAST, NMPM Section 7: All

EXTEND the Skaggs-Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM Section 14: NE/4

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM

Section 14: SW/4 Section 22: NE/4 Section 23: NW/4