

CASE NO. 9956

EXHIBIT I

CASE 9956:

In the matter of the hearing called by the Oil Conservation Division on its own motion for an order extending certain existing pools in Lea County, New Mexico.

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

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 22: S/2

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 14: W/2
Section 23: NW/4

- (c) EXTEND the South Humble City-Strawn Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 14: NW/4

- (d) EXTEND the Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM
Section 28: SE/4

- (e) EXTEND the Lane-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM
Section 12: E/2

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM
Section 7: SW/4

- (f) EXTEND the South Teague-Abo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Section 34: SE/4

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

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 19: SE/4
Section 20: SW/4

- (h) EXTEND the Vacuum-Middle Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 13: NE/4

- (i) EXTEND the Wantz-Granite Wash Pool in Lea County, New Mexico, to include therein:

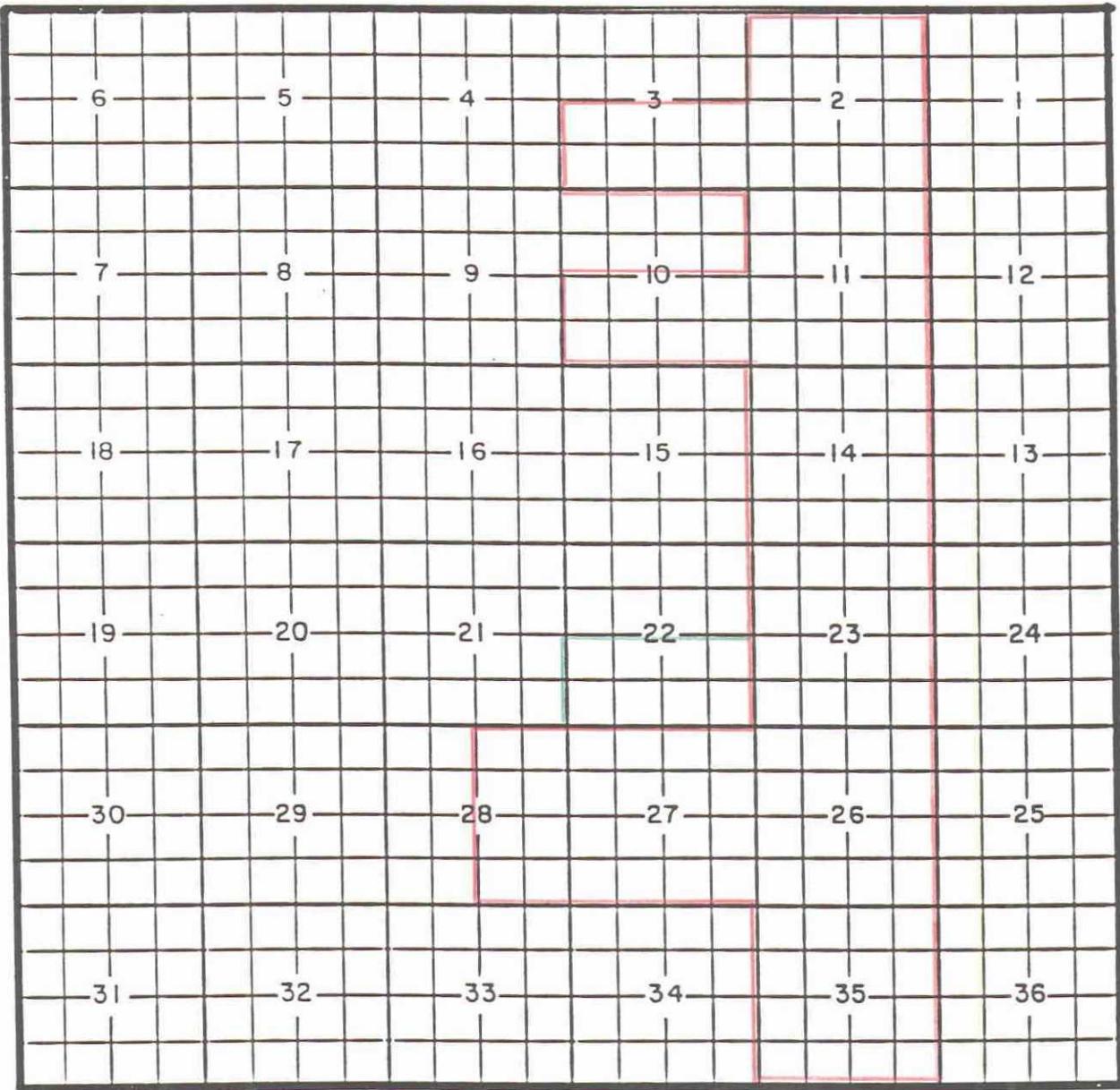
TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 18: NW/4

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

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 7: S/2

COUNTY LEA POOL ANTELOPE RIDGE-ATOKA GAS

TOWNSHIP 23 South RANGE 34 East NMPM



PURPOSE: One completed gas well capable of producing.

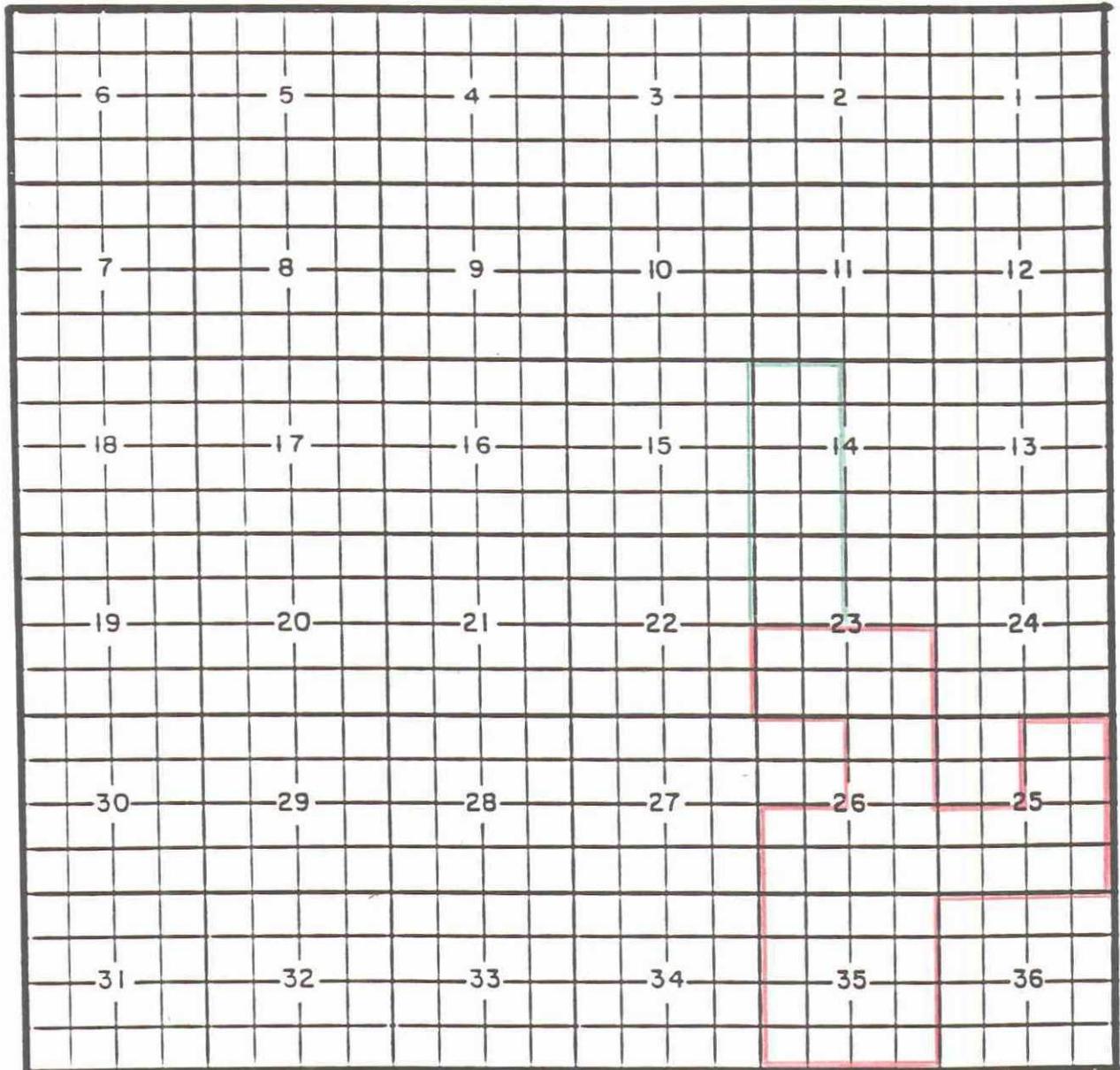
J. C. Williamson Curry Federal Well No. 3 located in Unit I of Section 22, Township 23 South, Range 34 East, NMPM. It was completed June 14, 1989, in the Atoka formation. The top of the perforations is at 12,019 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 22: S/2

COUNTY LEA POOL EAST GEM-MORROW GAS

TOWNSHIP 19 South RANGE 33 East NMPM



PURPOSE: One completed gas well capable of producing.

Manzano Oil Corporation Texaco Federal Well No. 1 located in Unit K of Section 14, Township 19 South, Range 33 East, NMPM. It was completed March 20, 1990, in the Morrow formation. The top of the perforations is at 13,214 feet.

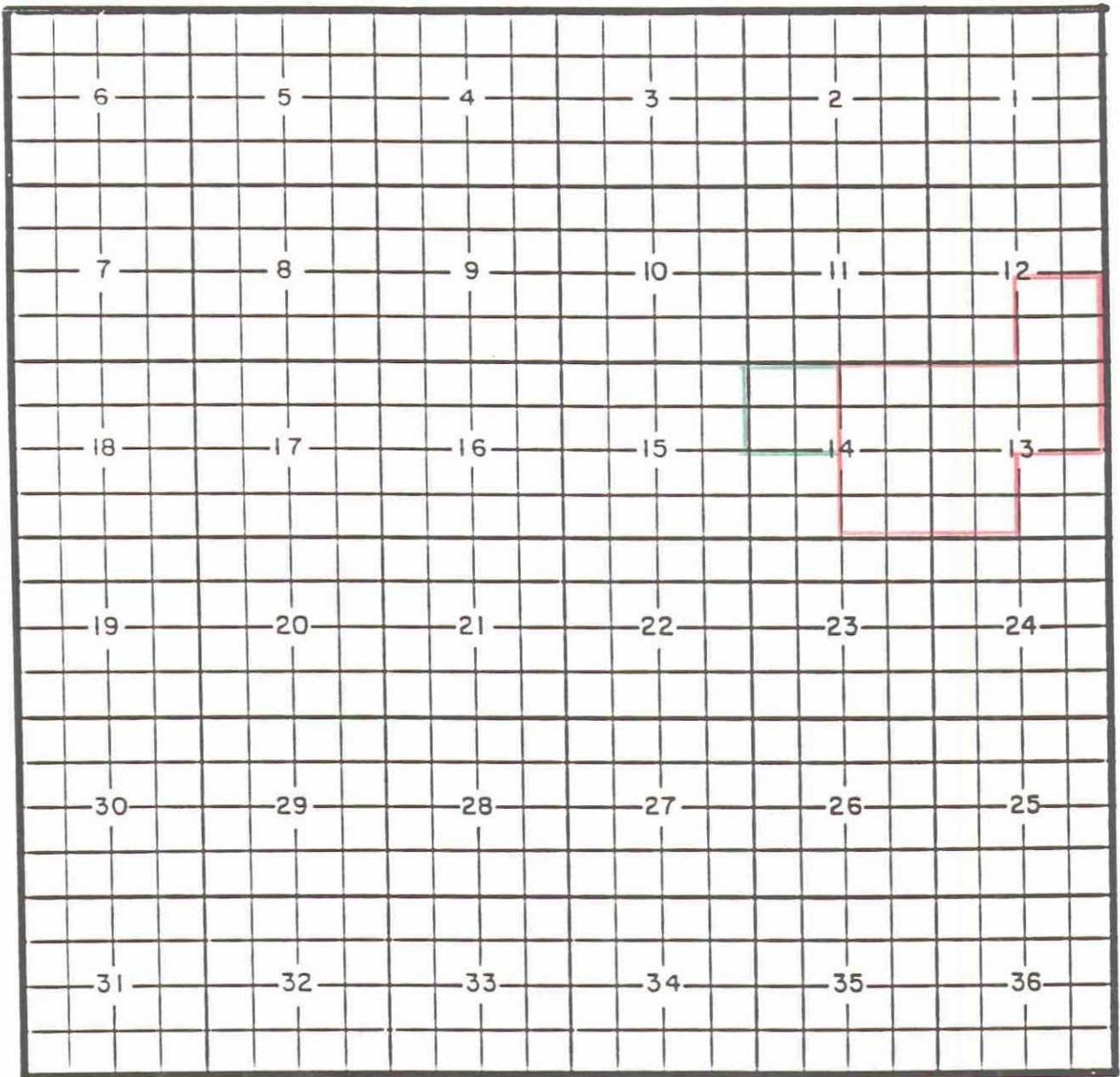
Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 14: W/2

Sectic 23: NW/4

COUNTY LEA POOL SOUTH HUMBLE CITY-STRAWN

TOWNSHIP 17 South RANGE 37 East NMPM



PURPOSE: One completed oil well capable of producing.

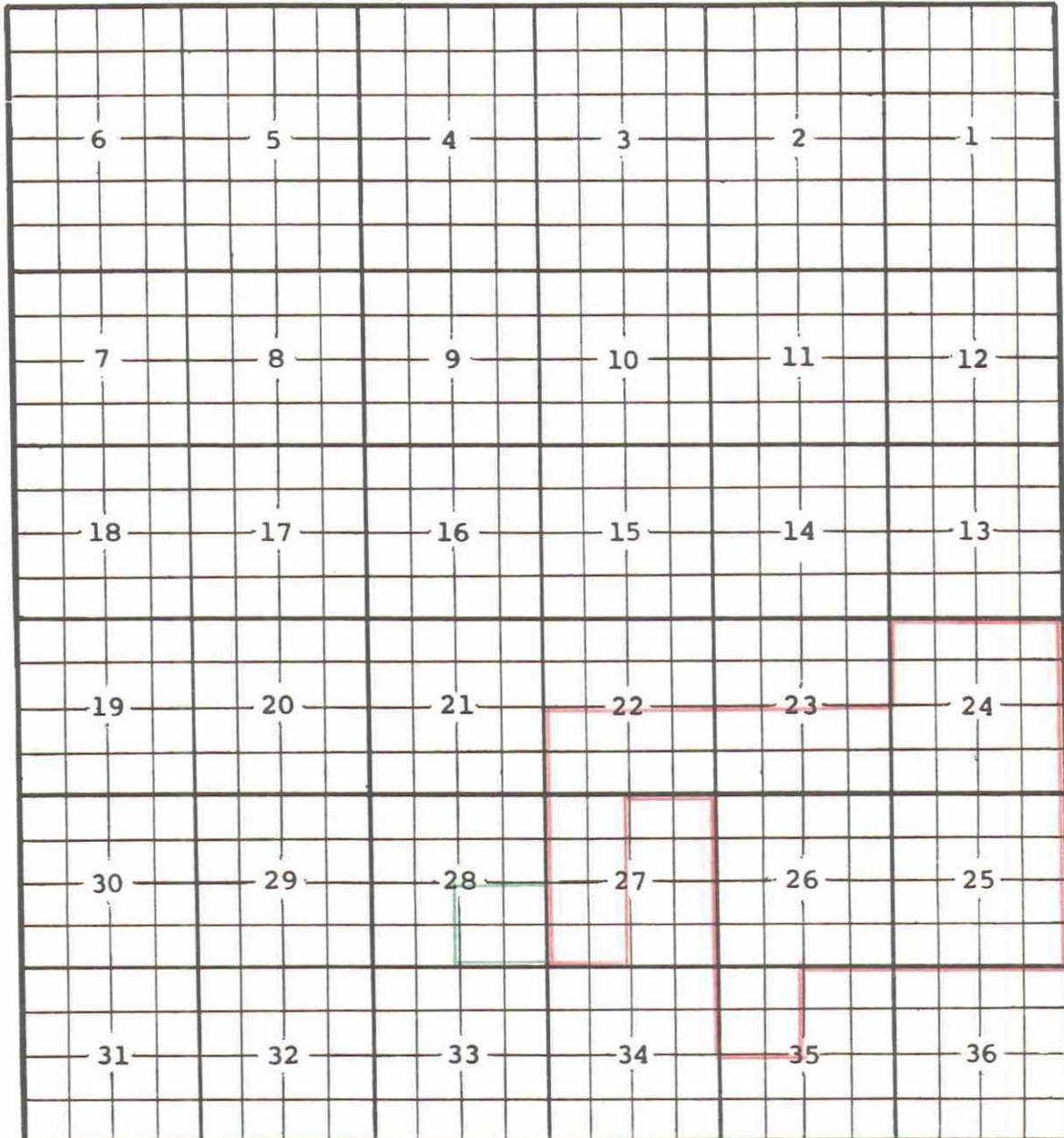
Yates Petroleum Corporation Bureaucrat AGV Well No. 1 located in Unit F, Section 14, Township 17 South, Range 37 East, NMPM. It was completed March 28, 1990, in the Strawn formation. The top of the perforations is at 11,430 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 14: NW/4

COUNTY LEA POOL KEMNITZ-LOWER WOLFCAMP

TOWNSHIP 16 South RANGE 33 East NMPM



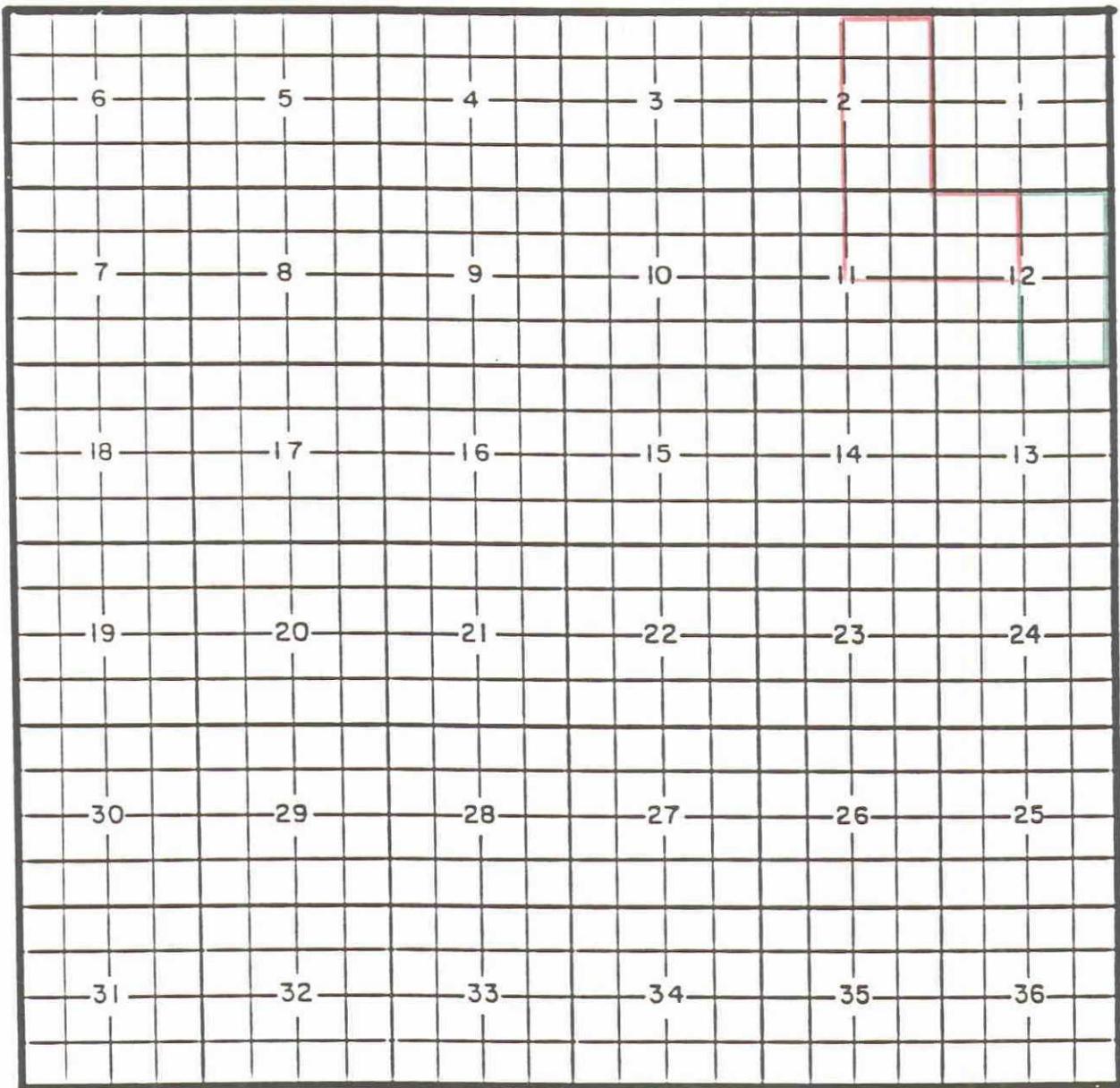
PURPOSE: One completed oil well capable of producing.
 Hexagon Oil & Gas Inc. Hexagon NM "28" State Well No. 1 located in Unit I,
 Section 28, Township 16 South, Range 33 East, NMPM. It was completed March
 13, 1990, in the Wolfcamp formation. The top of the perforations is at
 10,758 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 28: SE/4

COUNTY LEA POOL LANE-ABO

TOWNSHIP 10 South RANGE 33 East NMPM



PURPOSE: One completed oil well capable of producing.

Read & Stevens, Inc. Continental State Well No. 2 located in Unit M of Section 7, Township 10 South, Range 34 East, NMPM. It was completed March 23, 1990, in the Abo formation. The top of the perforations is at 8,912 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 12: E/2

COUNTY LEA POOL LANE-ABO

TOWNSHIP 10 South RANGE 34 East NMPM

6	5	4	3	2	1
7	8	9	10	11	12
18	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

PURPOSE: One completed oil well capable of producing.

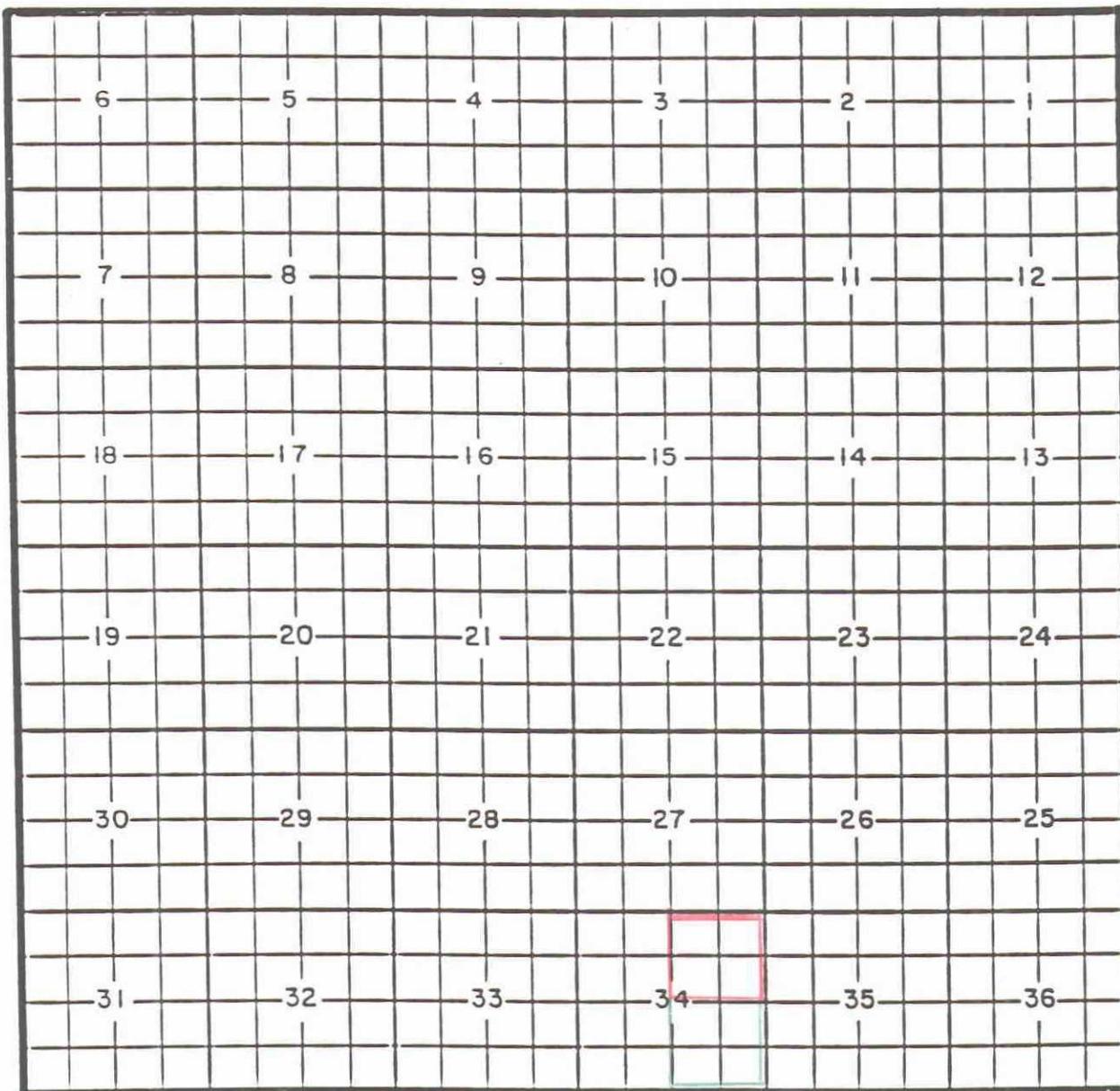
Read & Stevens Inc. Continental State Well No. 2 located in Unit M of Section 7, Township 10 South, Range 34 East, NMPM. It was completed March 23, 1990, in the Abo formation. The top of the perforations is at 8,912 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 7: SW/4

COUNTY LEA POOL SOUTH TEAGUE-ABO

TOWNSHIP 23 South RANGE 37 East NMPM



PURPOSE: One completed oil well capable of producing.

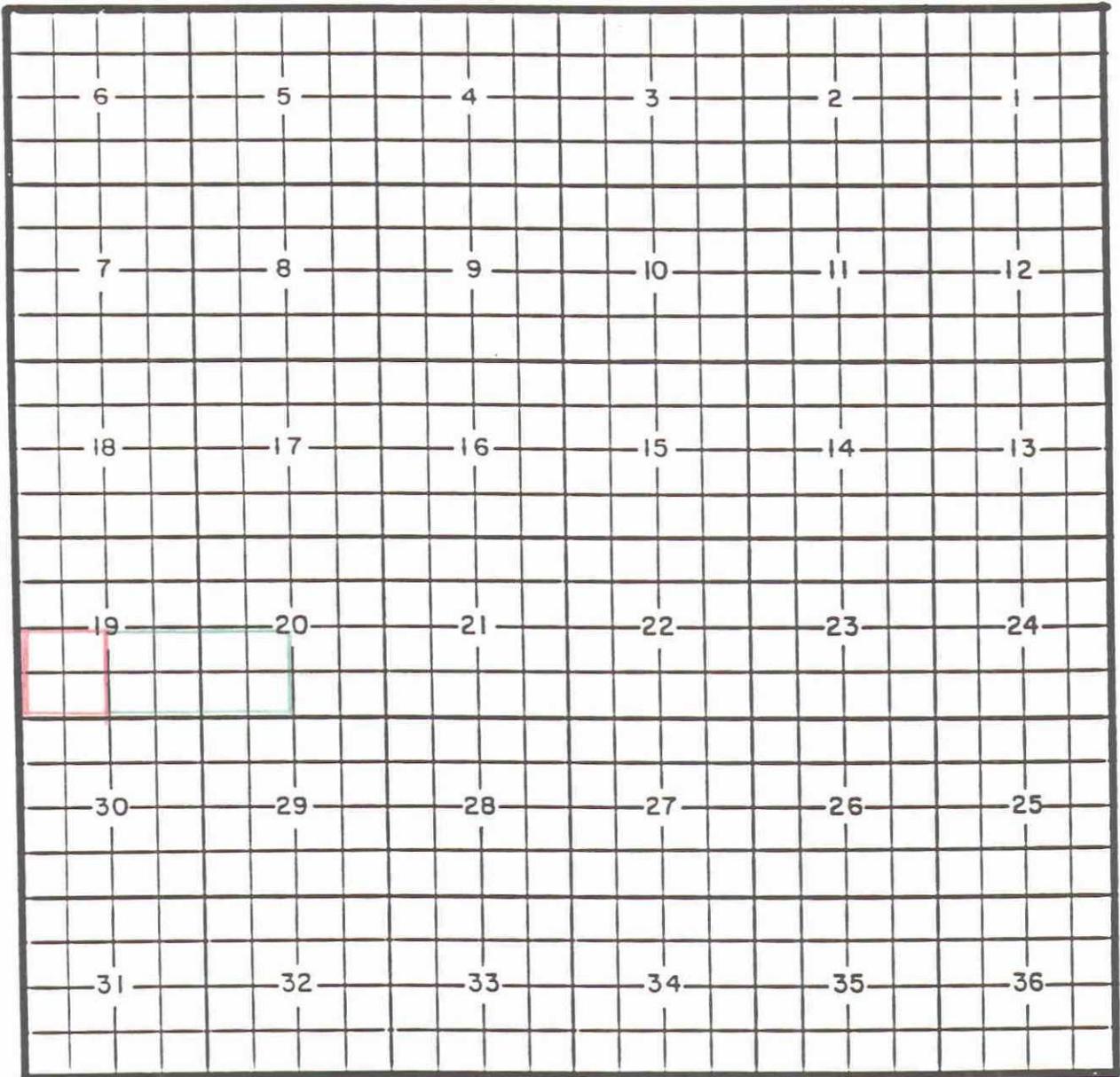
Arch Petroleum Inc. E. C. Hill D Federal Well No. 6 located in Unit I of Section 34, Township 23 South, Range 37 East, NMPM. It was completed March 22, 1990, in the Abo formation. The top of the perforations is at 6,518 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 34: SE/4

COUNTY LEA POOL SOUTH TONTO-BONE SPRING

TOWNSHIP 19 South RANGE 33 East NMPM



PURPOSE: One completed oil well capable of producing.

Union Oil Company of California North Maduro Federal Unit Well No. 2 located in Unit K of Section 20, Township 19 South, Range 33 East, NMPM. It was completed March 19, 1990, in the Bone Spring formation. The top of the perforations is at 9,940 feet.

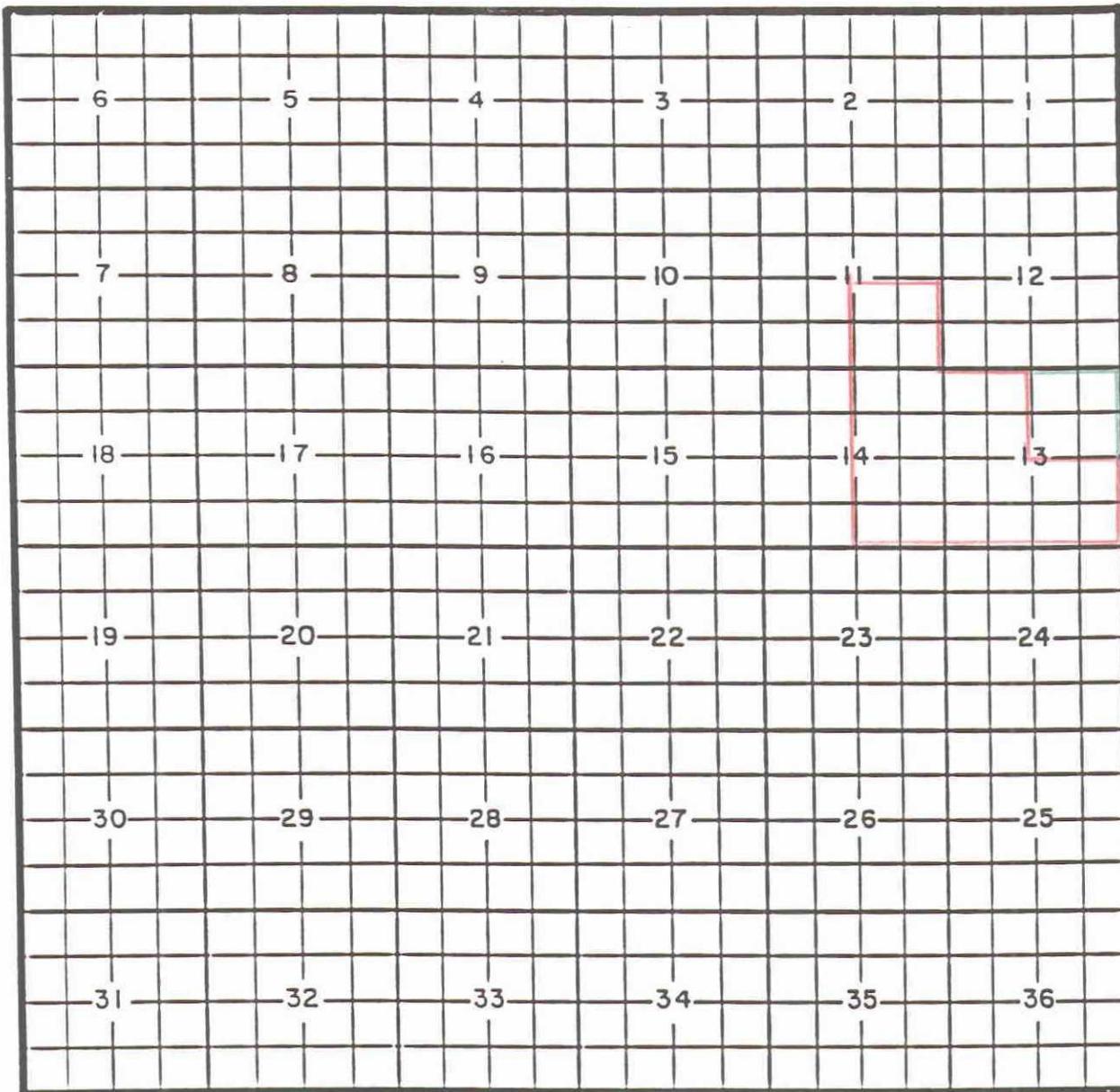
Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 19: SE/4

Section 20: SW/4

COUNTY LEA POOL VACUUM-MIDDLE PENNSYLVANIAN

TOWNSHIP 17 South RANGE 34 East NMPM



PURPOSE: One completed oil well capable of producing.

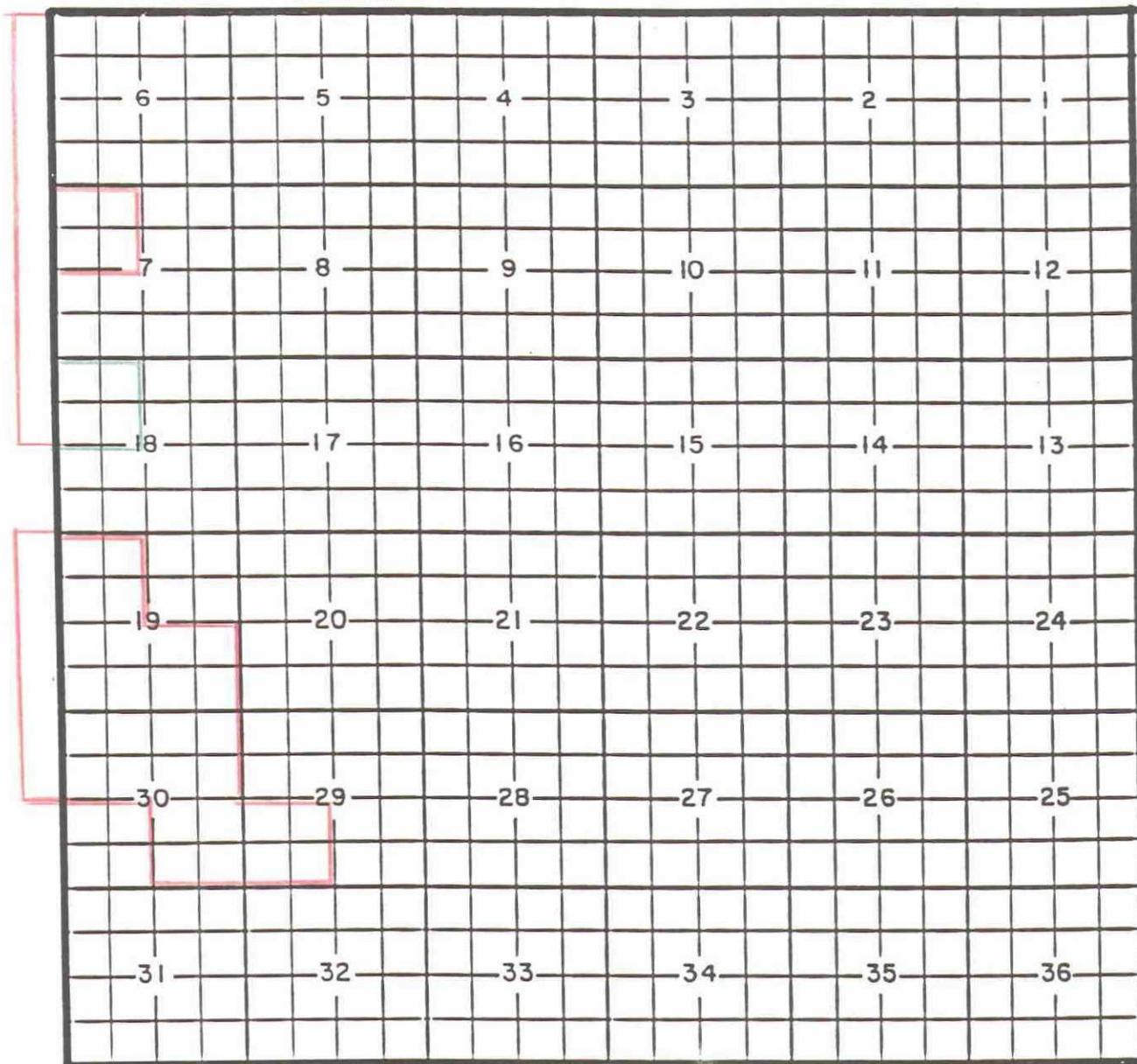
Mobil Producing TX & NM Inc. Bridges State Well No. 513 located in Unit G of Section 13, Township 17 South, Range 34 East, NMPM. It was completed January 22, 1990, in the Middle Pennsylvanian formation. The top of the perforations is at 10,450 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 13: NE/4

COUNTY LEA POOL WANTZ-GRANITE WASH

TOWNSHIP 22 South RANGE 38 East NMPM



PURPOSE: One completed oil well capable of producing.

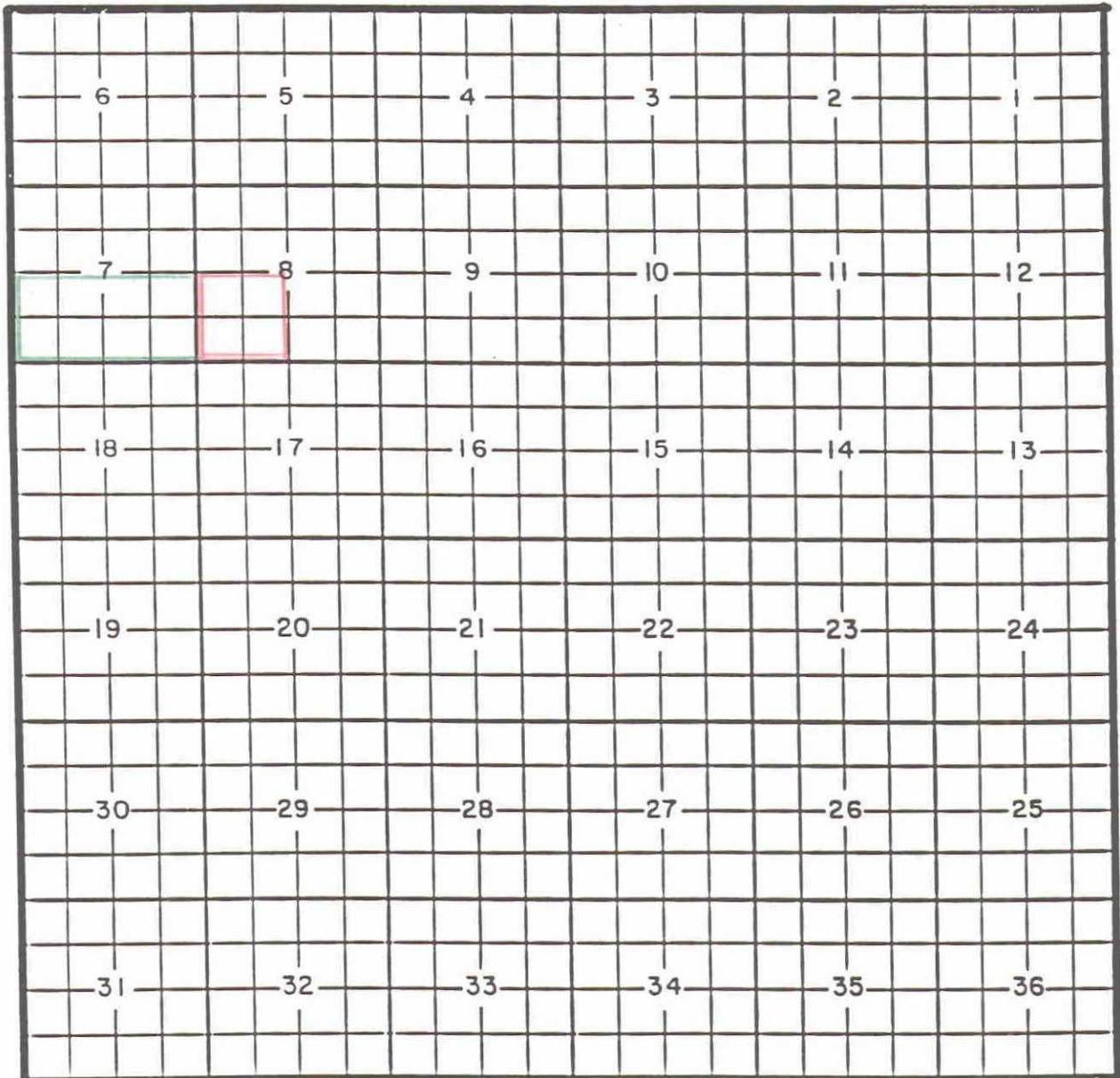
Texaco Inc. C. H. Lockhart Federal NCT-1 Well No. 11 located in Unit D of Section 18, Township 22 South, Range 38 East, NMPM. It was completed February 6, 1990, in the Granite Wash formation. The top of the perforations is at 7,456 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 18: NW/4

COUNTY LEA POOL NORTH YOUNG-WOLFCAMP

TOWNSHIP 18 South RANGE 32 East NMPM



PURPOSE: One completed oil well capable of producing.

Helmerich & Payne Inc. R. E. Graham "7" Well No. 5 located in Unit K of Section 7, Township 18 South, Range 32 East, NMPM. It was completed March 29, 1990, in the Wolfcamp formation. The top of the perforations is at 10,353 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 7: S/2

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 9956
ORDER NO. R-9197

This cause came on for hearing at 8:15 AM May 30, 1990, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this day of May, 1990, the Division Director having considered the testimony, the record, the recommendations of the Examiner, and being fully advised in the premises:

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of the cause and subject matter thereof.

(2) That there is need for extensions to the Antelope Ridge-Atoka Gas Pool, the East Gem-Morrow Gas Pool, the South Humble City-Strawn Pool, the Kemnitz-Lower Wolfcamp Pool, the Lane-Abo Pool, the South Teague-Abo Pool, the South Tonto-Bone Spring Pool, the Vacuum-Middle Pennsylvanian Pool, the Wantz-Granite Wash Pool and the North Young-Wolfcamp Pool, all in Lea County, New Mexico.

IT IS THEREFORE ORDERED:

(a) That the Antelope Ridge-Atoka Gas Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 34 EAST, NMPM
Section 22: S/2

(b) That the East Gem-Morrow Gas Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 14: W/2
Section 23: NW/4

(c) That the South Humble City-Strawn Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 14: NW/4

(d) That the Kemnitz-Lower Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 16 SOUTH, RANGE 33 EAST, NMPM
Section 28: SE/4

(e) That the Lane-Abo Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM
Section 12: E/2

TOWNSHIP 10 SOUTH, RANGE 34 EAST, NMPM
Section 7: SW/4

(f) That the South Teague-Abo Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 23 SOUTH, RANGE 37 EAST, NMPM
Section 34: SE/4

(g) That the South Tonto-Bone Spring Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 19: SE/4
Section 20: SW/4

(h) That the Vacuum-Middle Pennsylvanian Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 13: NE/4

(i) That the Wantz-Granite Wash Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM
Section 18: NW/4

(j) That the North Young-Wolfcamp Pool in Lea County, New Mexico, as heretofore classified, defined and described, is hereby extended to include therein:

TOWNSHIP 18 SOUTH, RANGE 32 EAST, NMPM
Section 7: S/2

Page -3-

Case No. 9956

Order No. _____

IT IS FURTHER ORDERED:

(1) That pursuant to Section 70-2-18, contained in Chapter 271, Laws of 1969, any well which by virtue of any of the pool extensions, is subject to pool rules providing for spacing or proration units larger than the one which is presently dedicated thereto, shall have 60 days from the effective date of this order in which to file new Form C-102 dedicating a standard unit for the pool to said well, or to obtain a non-standard unit approved by the Division. Pending such compliance, the well shall receive a maximum allowable for the pool that the acreage dedicated to the well bears to a standard unit for the pool. Failure to file Form C-102 dedicating a standard unit to the well or to obtain a non-standard unit approved by the Division shall subject the well to cancellation of the allowable.

(2) The effective date of this order and all extensions shall be June 1, 1990.

DONE at Santa Fe, New Mexico, on the date and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY
DIRECTOR

S E A L