Examiner Hearing – February 21, 2002 Docket No. 06-02 Page 12 of 19

API#	County	Туре	Last Production/ Injection	Well Name and Number	Operator	Location	Status
30-035-20025	OTERO	o	NONE	YSLETANO CANYON FED #001	CIBOLA ENERGY CORP	P-07-14S-11E	SY

CASE 12812:

Application of Agave Energy Company for Approval of a Salt Water Disposal Well, Eddy County, New Mexico. Applicant seeks approval to utilize its Metropolis "AZL" State Com Well No. 1 (API No. 30-015-31905) located 1650 feet from the South and West lines (Unit K) of Section 36, Township 18 South, Range 25 East, to dispose of produced water into the Devonian and Ellenburger formations from a depth of 9,900 feet to 11,400 feet. This well is located approximately 4 miles northwest of Lakewood, New Mexico.

CASE 12813:

Application of Richardson Production Company for compulsory pooling, San Juan County, New Mexico. Applicant seeks an order pooling all mineral interests in the Pictured Cliffs formation underlying the NE/4 and all mineral interests in the Basin Fruitland Coal Gas Pool underlying the E/2 of Section 7, Township 29 North, Range 14 West, forming standard 160-acre and 320-acre spacing and proration units, respectively. These units are to be dedicated to its ROPCO "7" Well No. 1 which is to be located in Unit B of Section 7 for downhole commingled production from the Pictured Cliffs formation and the Basin-Fruitland Coal Gas Pool. Also to be considered will be the costs of participation in the well, including but not limited to the costs of drilling, completing and equipping, with the inclusion of a risk factor penalty and the allocation of those costs and income therefor as well as actual operating costs and charges for supervision, and the designation of Richardson Operating Company as the operator of the well. The well is located approximately 1 mile Northeast of Kirtland, New Mexico.

CASE 12814:

Application of Richardson Production Company for compulsory pooling, San Juan County, New Mexico. Applicant seeks to reinstate Order R-11549 in Case 12598 which pooled certain mineral interests from the surface to the base of the Pictured Cliffs formation underlying the SE/4 of Section 9, Township 29 North, Range 14 West, forming a standard 160-acre spacing and proration unit to be dedicated to its ROPCO Well No. 9-2 which is to be located in Unit P of Section 9. Also to be considered will be the costs of participation in the well, including but not limited to the costs of drilling, completing and equipping, with the inclusion of a risk factor penalty and the allocation of those costs and income therefor as well as actual operating costs and charges for supervision, and the designation of Richardson Operating Company as the operator of the well. The well is located approximately 3 miles East of Kirtland, New Mexico.

CASE 12815:

Application of Read & Stevens, Inc. for pool creation and special pool rules, Lea County, New Mexico. Applicant seeks creation of the North Osudo-Devonian Pool, to initially cover the SW/4 of Section 4, Township 20 South, Range 36 East, and the promulgation of Special Rules and Regulations for the pool, including provisions for 160-acre spacing and special well location requirements. The proposed pool is located approximately 6 miles southwest of Monument, New Mexico.

CASE 12816:

Application of TMBR/Sharp Drilling Inc. 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 25, Township 16 South, Range 35 East, to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre gas spacing within that vertical extent, including the Townsend-Morrow Gas Pool and the Townsend-Mississippian Gas Pool. This unit is to be dedicated to its Blue Fin "25" Well No. 1 which will be located at a standard location within Unit E of this section. Also to be considered will be the costs of drilling and

Examiner Hearing – February 21, 2002 Docket No. 06-02 Page 11 of 19

30-015-01492	EDDY	o	06-1980	RED LAKE SAND UNIT #032	SMITH & MARRS INC	E-21-17S-28E	AY
30-015-01462	EDDY	0	04-1997				AY
30-015-02164	EDDY	0	05-1999	YATES #001			A
30-015-02159	EDDY	0	05-1999	YATES #005			A
30-015-22142		G	07-1997		SOUTHWEST ROYALTIES INC		SY
30-015-21804				ALSCOTT FEDERAL COM #001			A
30-015-21863	— t				SOUTHWEST ROYALTIES INC		A
30-015-03792	-						
30-013-03/92	EDDI	<u> </u>			SOUTHWEST ROYALTIES INC ST. MARY LAND &	C-30-1/3-29E	SY
30-015-25741	EDDY	0	1			O-13-18S-31E	AY
					ST. MARY LAND &	0.2.202.2	
30-015-26298	EDDY	o	02-1994	OSAGE FEDERAL #017	EXPLORATION COMPANY	K-34-19S-29E	AY
					ST. MARY LAND &		
30-015-27935	EDDY	G	NONE			H-20-16S-27E	SY
30-015-02233	EDDY	_	06-1982	,	STEPHENS & JOHNSON OP CO	4 12 10C 20C	SY
30-015-22937			05-1997			M-11-16S-30E	
30-015-22748	EDDY	G	05-1997	NORMAN FEDERAL #001 REMUDA BASIN 20 FEDERAL	STRATA PRODUCTION CO	K-14-16S-30E	SY
30-015-29549	FDDY	0	08-1998		STRATA PRODUCTION CO	D-20-23S-30E	AY
30-015-25137			08-1995				AY
30-015-24822			02-1999	†	TOM BROWN INC	14-01-21S-27E	
30-013-24622	LDUI		02-1999	NORTH BENSON QUEEN UNIT		14-01-213-2/E	A
30-015-10390	EDDY	ı	04-1988			F-29-18S-30E	s l
				NORTH BENSON QUEEN UNIT	UNITED OIL & MINERALS		
30-015-10131	EDDY	1	01-1989	<u> </u>		L-28-18S-30E	A
		_		NORTH BENSON QUEEN UNIT	· · · · · · · · · · · · · · · · · · ·		\ \
30-015-10128	EDDY	_1_	12-1996			L-27-18S-30E	A
30-015-10874	EDDY	1	07-1989	NORTH BENSON QUEEN UNIT #031		D-32-18S-30E	,
30-013-10874	CDD1		07-1303	NORTH BENSON QUEEN UNIT		D-32-163-50E	A
30-015-04564	EDDY	1	NONE	1		D-34-18S-30E	A
				NORTH BENSON QUEEN UNIT			
30-015-10152	EDDY	1	06-1987	#041	LIMITED PARTNERSHIP	H-33-18S-30E	A
		_		HIGH LONESOME PENROSE			
30-015-02718	EDDY	0	06-1993	UNIT #001 HIGH LONESOME PENROSE	VINTAGE DRILLING LLC	I-15-16S-29E	SY
30-015-02731	EDDY	0	12-1992		VINTAGE DRILLING LLC	P-15-16S-29E	r
013-02/31	2001			HIGH LONESOME PENROSE	THE PROPERTY OF THE PROPERTY O	1-13-103-27E	
30-015-02721	EDDY	ı	11-1998	l e e e e e e e e e e e e e e e e e e e	VINTAGE DRILLING LLC	J-15-16S-29E	A
				HIGH LONESOME PENROSE			
30-015-02720	EDDY	0	12-1992		VINTAGE DRILLING LLC	B-15-16S-29E	SY
20 015 05400	EDDY		01 2000	PENASCO SHUGART QUEEN	WINTER CE PRILLING V. C	0.00 100 217	,
30-015-05498			01-2000			O-08-18S-31E	
30-015-04430			09-1981				SY
30-015-01385	EDDY	0	04-1988	SPURCK F STATE #004	YATES DRILLING CO	C-15-17S-28E	SY

Case No. 12811: Application of the New Mexico Oil Conservation Division for an Order Requiring Operators to Bring Three Hundred Eighty-Eight (388) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Eddy, Chaves and Otero Counties, New Mexico. The Applicant seeks an order requiring the operators of 388 inactive wells located in Eddy, Chaves and Otero Counties, New Mexico, to bring said wells into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof. The affected wells are the following: