

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

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 13062
Order No. R-11952

THE APPLICATION OF THE OIL CONSERVATION
DIVISION FOR AN ORDER CREATING AND
EXTENDING CERTAIN POOLS IN CHAVES AND
EDDY COUNTIES, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on April 24, 2003, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 30th day of April, 2003, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) There is need for the creation of a new pool in Eddy County, New Mexico for the production of oil from the Strawn formation, bearing the designation of Bear Grass Draw-Strawn Pool (Pool Code 97261). The Bear Grass Draw-Strawn Pool was discovered by the EOG Resources, Inc. Sand Tank "1" Federal Com. Well No. 1 (API No. 30-015-29221) located in Unit H of Section 1, Township 18 South, Range 29 East, NMPM, which was completed in the Strawn formation on October 26, 2002. The top of the perforations is at 10,368 feet.

(3) There is need for the creation of a new pool in Chaves County, New Mexico for the production of gas from the Abo formation, bearing the designation of Berrendo-Abo Gas Pool (Pool Code 96506). The Berrendo-Abo Gas Pool was discovered by the Yates Petroleum Corporation Berrendo Well No. 1 (API No. 30-005-61274) located in Unit I of Section 5, Township 10 South, Range 24 East,