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

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

NOMENCLATURE CASE NO. 11986 ORDER NO. R-11059

APPLICATION OF SABA ENERGY OF TEXAS, INCORPORATED FOR POOL CREATION AND SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on June 11, July 9, August 6, and September 3, 1998 at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 16th day of September, 1998, 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) The applicant in this case, Saba Energy of Texas, Incorporated ("Saba"), is the owner and operator of the:
 - (a) Harton State Well No. 1 (API No. 30-025-28540), located 2310 feet from the North line and 990 feet from the East line (Unit H) of Section 7, Township 13 South, Range 36 East, NMPM, Lea County, New Mexico; and
 - (b) Saba State Well No. 1 (API No. 30-025-33726), located 2310 feet from the South line and 1308 feet from the East line (Unit I) of Section 7 [this well was the subject of Division Administrative Order NSL-3744, dated December 18, 1996, which approved this location as unorthodox