

**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:**

**CASE NO. 12582
ORDER NO. R-11542**

**APPLICATION OF YATES PETROLEUM CORPORATION FOR COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on January 25, 2001 and on February 22, 2001, at Santa Fe, New Mexico before Examiners Michael E. Stogner and David R. Catanach, respectively.

NOW, on this 7th day of March, 2001, 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, Yates Petroleum Corporation ("Yates"), seeks an order pooling all uncommitted mineral interests from the surface to the base of the Mississippian formation underlying the following acreage in Section 13, Township 15 South, Range 34 East, NMPM, Lea County, New Mexico:

- (a) the S/2 to form a standard 320-acre lay-down gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, which presently include but are not necessarily limited to the Undesignated Morton-Morrow Gas Pool, Undesignated East Morton-Morrow Gas Pool, and Undesignated North Eidson-Morrow Gas Pool; and