

**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. 12560
ORDER NO. R-11580**

**APPLICATION OF DAVID H. ARRINGTON OIL AND GAS, INC. FOR COMPULSORY
POOLING, DIRECTIONAL DRILLING, AND AN UNORTHODOX SUBSURFACE WELL
LOCATION, LEA COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on December 21, 2000, at Santa Fe, New Mexico before Examiner Michael E. Stogner.

NOW, on this 2nd day of May, 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, David H. Arrington Oil and Gas, Inc., seeks an order pooling all uncommitted mineral interests from the surface to the base of the Morrow formation underlying the following acreage in Section 31, Township 15 South, Range 36 East, NMPM, Lea County, New Mexico:

- (a) Lots 1, 2, 3, and 4 and the E/2 W/2 (W/2 equivalent) to form a standard 320.56-acre stand-up gas spacing and proration unit for any formation and/or pool developed on 320-acre spacing within that vertical extent;
- (b) Lots 1 and 2 and the E/2 NW/4 (NW/4 equivalent) to form a standard 160.42-acre gas spacing and proration unit for any formation and/or pool developed on 160-acre spacing within that vertical extent;