

order.

IT IS THEREFORE ORDERED THAT:

(1) Pursuant to the application of David H. Arrington Oil and Gas, Inc., all uncommitted mineral interests, whatever they may be, from the surface to a true vertical depth of 10,825 feet underlying the following described acreage in Section 31, Township 15 South, Range 36 East, NMPM, Lea County, New Mexico, are hereby pooled in the following manner:

- (a) 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; and
- (b) the SE/4 NW/4 (Unit F) to form a standard 40-acre oil spacing and proration unit for any formation and/or pool developed on 40-acre spacing within that vertical extent, which presently includes the Undesignated Caudill-Permo Upper Pennsylvanian Pool and the Undesignated Townsend-Permo Upper Pennsylvanian Pool.

These units are to be dedicated to the applicant's existing Royal Stimulator Well No. 1 (**API No. 30-025-35284**), recently drilled (spud date December 16, 2000 at 8:00 p.m.) from a surface location 1485 feet from the North line and 1890 feet from the West line (Unit F) of Section 31 to an unorthodox oil well location within the Wolfcamp formation (10,825 feet TVD) 1589 feet from the North line and 1813 feet from the West line (Unit F) of Section 31.

(2) The unorthodox oil well location for the 40-acre oil spacing and proration unit is hereby approved.

(3) David H. Arrington Oil and Gas, Inc. is hereby designated the operator of the subject well and units.

(4) The applications herein for the formation of the 320.56 and 80-acre spacing units are hereby **dismissed**.

(5) After pooling, uncommitted working interest owners are referred to as "non-consenting working interest owners." Within 30 days after the effective date of this order, the operator shall furnish the Division and each known non-consenting working interest