

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

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

**APPLICATION OF TMBR/SHARP  
DRILLING, INC. FOR AN ORDER  
STAYING DAVID H. ARRINGTON  
OIL & GAS, INC. FROM COMMENCING  
OPERATIONS, LEA COUNTY, NEW MEXICO.**

**CASE NO. 12731**

**APPLICATION OF TMBR/SHARP  
DRILLING, INC. APPEALING THE  
HOBBS DISTRICT SUPERVISOR'S  
DECISION DENYING APPROVAL OF  
TWO APPLICATIONS FOR PERMIT TO DRILL  
FILED BY TMBR/SHARP DRILLING, INC.,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 12744**

**ORDER NO. R-11700-B**

**ORDER OF THE OIL CONSERVATION COMMISSION**

**BY THE COMMISSION:**

**THIS MATTER** came before the Oil Conservation Commission (hereinafter referred to as "the Commission") on March 26, 2002, at Santa Fe, New Mexico, on application of TMBR/Sharp Drilling Inc. (hereinafter referred to as "TMBR/Sharp"), *de novo*, and opposed by David H. Arrington Oil and Gas Inc. (hereinafter referred to as "Arrington") and Ocean Energy Inc. (hereinafter referred to as "Ocean Energy") and the Commission, having carefully considered the evidence, the pleadings and other materials submitted by the parties hereto, now, on this 26th day of April, 2002,

**FINDS,**

1. Notice has been given of the application and the hearing on this matter, and the Commission has jurisdiction of the parties and the subject matter herein.

2. In Case No. 12731, TMBR/Sharp seeks an order voiding permits to drill obtained by Arrington and awarding or confirming permits to drill to TMBR/Sharp concerning the same property.

3. In Case No. 12744, TMBR/Sharp appeals the action of the Supervisor of District I of the Oil Conservation Division denying two applications for permit to drill.