

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. 12600
ORDER NO. R-11548

APPLICATION OF MARBOB ENERGY 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 February 22, 2001, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 15th 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, Marbob Energy Corporation ("Marbob"), seeks an order pooling all uncommitted mineral interests in the Morrow formation underlying all of Section 30, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico, thereby forming a standard 640-acre gas spacing and proration unit for the Lusk-Morrow Gas Pool. This unit is to be dedicated to its proposed SL Deep Federal Com Well No. 1 to be drilled at a standard gas well location 1980 feet from the South line and 1650 feet from the East line (Unit J) of Section 30.
- (3) The applicant has the right to drill and proposes to drill its SL Deep Federal Com Well No. 1 at a standard gas well location within the NW/4 SE/4 of Section 30.
- (4) There are interest owners in the proposed unit that have not agreed to pool their interests.
- (5) To avoid the drilling of unnecessary wells, protect correlative rights, prevent