

(a) the E/2 NW/4 of said Section 12, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, said unit to be dedicated to the existing Sharp Well No. 1 (API No. 30-025-32258), located at a standard gas well location 1980 feet from the North and West lines (Unit F) of said Section 12; and,

(b) the E/2 SW/4 of said Section 12 is to be dedicated to the existing Sarah "B" Well No. 2 (API No. 30-025-32052), located at an unorthodox gas well location 2310 feet from the South line and 1803 feet from the West line (Unit K) of said Section 12.

(6) The applicant's proposed Branex Federal Well No. 1 (API No. 30-025-32319) to be drilled 2310 feet from the South line and 660 feet from the West line (Unit L) of said Section 12 is hereby approved. Further, should this well be an oil well in the subject pool upon its completion, the location is considered to be standard for the standard 40-acre oil spacing and proration unit comprising the NE/4 SW/4 of said Section 12; however, should this well be classified a gas well, the location will be considered unorthodox for the resulting non-standard 80-acre gas spacing and proration unit, being the W/2 SW/4 of said Section 12, caused by the proposed 80-acre tract for the Sarah "B" Well No. 2.

(7) The original portion of this application requesting an extension of the Cline-Tubb (Associated) Pool boundaries to include the SW/4 of Section 1 and the W/2 of Section 12 of said Township 23 South, Range 37 East, NMPM, Lea County, New Mexico, is hereby dismissed.

(8) The applicant's final request in this application for a retroactive effective date for this order back to the date of first production from said Sarah "B" Well No. 2, which according to the testimony presented at the hearing was sometime around September 1, 1993, is hereby denied.

(9) This case shall be reopened at an examiner hearing in May 1996, at which time the operators in the subject pool may appear and show cause why the Temporary Special Rules and Regulations for the Cline-Tubb Associated Pool promulgated herein should not be reclassified as an oil pool to be governed by statewide rules.

(10) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.