4. CASE 14825: (Continued from the June 7, 2012 Examiner Hearing.)

Application of Chesapeake Operating, Inc. for approval of an unorthodox well location, Eddy County, New Mexico. Applicant seeks an order approving an unorthodox well location for its Big Sinks 2-24-30 USA Well No. 1H (API No. 30-015-39246) located in Section 2, Township 24 South, Range 30 East, N.M.P.M., Eddy County, New Mexico. The subject well is currently completed and awaiting production as a wildcat well in the Bone Spring formation at a total depth of 14,209 feet. The surface location and penetration point for this well is 1980 feet from the North line and 200 feet from the West line with a terminus location 1972 feet from the North line and 93 feet from the East line of Section 2. A frac plug is set at 14,200 feet and the perforations extend to 128 feet from the East line of Section 2. This well is located approximately 13 miles Southeast of Loving, New Mexico.

5. CASE 14869: (continued and re-advertised)

Application of Mewbourne Oil Company for compulsory pooling and an unorthodox well location, Eddy County, New Mexico. Mewbourne Oil Company seeks an order pooling all mineral interests from the surface to the base of the Wolfcamp formation underlying the following described acreage in the W/2 of Section 14, Township 26 South, Range 28 East, NMPM, and in the following manner: From the surface to the top of the Wolfcamp formation underlying the NE/4 NW/4 of Section 14 to form a standard 40 acre oil spacing and proration unit for all pools or formations developed on 40 acre spacing within that vertical extent; and the Wolfcamp formation underlying the W/2 of Section 14 to form a standard 320 acre gas spacing and proration unit for all pools or formations developed on 320 acre spacing within that vertical extent. The units are to be dedicated to the Delaware Ranch 14 CN Well No. 1, a horizontal well with a surface location 330 feet from the north line and 1650 feet from the west line, and a terminus 330 feet from the south line and 1650 feet from the west line, of Section 14. The location is unorthodox in the Wolfcamp formation. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The units are located approximately 6 miles northwest of the intersection of U.S. Highway 285 with the Texas state line.

- 6. CASE 14877: Application of Mewbourne Oil Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160.11-acre non-standard oil spacing and proration unit (project area) in the Yeso formation comprised of Lot 3, SE/4NW/4, and E/2SW/4 (the E/2W/2) of Section 5, Township 20 South, Range 25 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Yeso formation underlying the non-standard 160.11 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the West Draw 5 NC Well No. 1, a horizontal well with a surface location in the NE/4NW/4 of adjoining Section 8, and a terminus in Lot 3 of Section 5. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 5 miles west-northwest of Seven Rivers, New Mexico.
- 7. <u>CASE 14840</u>: (Continued from the June 7, 2012 Examiner Hearing.)

Application of Mewbourne Oil Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the S/2 S/2 of Section 3, Township 20 South, Range 29 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the S/2 S/2 of Section 3 to form a non-standard 160 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the Sharps 3 Fed. Com. Well No. 2, a horizontal well with a surface location in the SE/4 SE/4, and a terminus in the SW/4 SW/4, of Section 3. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 18 miles east-southeast of Lakewood, New Mexico.

8. <u>CASE 14857</u>: (Continued from the June 7, 2012 Examiner Hearing.)

Application of Mewbourne Oil Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving an 160-acre non-standard oil spacing and proration unit (project area) in the Delaware formation comprised of the W/2 W/2 of Section 35, Township 23 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests (i) from the surface to the base of the Delaware formation underlying the SW/4 SW/4 of Section 35 to form a standard 40 acre oil spacing and proration unit, and (ii) the Delaware formation underlying the W/2W/2 of Section 35