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North line and 2260 feet from the East line (Unit B) of Section 8. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 4 miles south of Dayton, New Mexico.

- 5. <u>CASE 14860</u>: (Continued from the July 12, 2012 Examiner Hearing.)
  - Application of COG Operating LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the S/2 N/2 of Section 1, Township 19 South, Range 25 East, NMPM, Eddy County and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Clydesdale 1 Fee No. 4H well, to be horizontally drilled from a surface location 2260 feet from the North line and 150 feet from the West line (Unit H) to a bottom hole location 2260 feet from the North line and 330 feet from the West line (Unit E) of Section 1. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of COG Operating LLC as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.
- 6. <u>CASE 14883</u>: Application of Nadel and Gussman Permian, L.L.C. for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Glorieta-Yeso formation comprised of the E/2 W/2 of Section 24, Township 18 South, Range 26 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Glorieta-Yeso formation underlying the non-standard 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 Super Chief Well No. 1, a horizontal well with a surface location in the SE/4 SW/4, and a terminus in the NE/4 NW/4, of Section 24. 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 4-1/2 miles southeast of Atoka, New Mexico.

## 7. | CASE 14554: (Re-opened)

Application of Mewbourne Company to re-open Case No. 14554 to make the special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool permanent, Eddy County, New Mexico. Division Order No. R-13350 (i) abolished the Seven Rivers-Yeso Pool and the Cemetery-Yeso Pool, and (ii) expanded the North Seven Rivers Glorieta-Yeso Pool to include the acreage in the abolished pools and additional acreage, so that it comprised the following lands:

## Township 19 South, Range 24 East, NMPM

Section 36: SE/4

#### Township 19 South, Range 25 East, NMPM

Section 15: SW/4 Section 16: NE/4 Section 22: All Section 23: S/2 Section 24: W/2 Section 26: W/2 Section 27: All Section 31: SW/4 Section 34: All Section 35: All Section 36: NW/4

#### Township 20 South, Range 25 East, NMPM

Section 2: W/2 Section 3: All Section 4: S/2 Section 5: S/2 Section 7: NE/4 Section 9: All Section 10: All Section 11: SE/4

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Section 14: W/2 Section 15: All Section 22: NW/4

The order also approved special pool rules and regulations for the expanded North Seven Rivers Glorieta-Yeso Pool providing for a special depth bracket allowable of 240 barrels of oil per day for a standard 40 acre spacing unit. Applicant requests that the special rules and regulations for the North Seven Rivers Glorieta-Yeso Pool be made permanent effective retroactive to January 18, 2012. The North Seven Rivers Glorieta-Yeso Pool is centered approximately 3 miles west-northwest of Seven Rivers, New Mexico.