Examiner Hearing –July 25, 2013 Docket No. 25-13 Page 3 of 5

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 and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 2 miles southeast of Maljamar, New Mexico.

- 7. CASE 15031: 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 E/2 E/2 of Section 22, Township 26 South, Range 27 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Tecolote Federal Com #1H Well, which will be horizontally drilled from a non-standard surface location in the NE/4 NE/4 (Unit A) to a standard bottom hole location in the SE/4 SE/4 (Unit P) of Section 22. The completed interval for this well will be within the 330-foot standard offset required by the rules. 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 13 south of Malaga, New Mexico.
- 8. CASE 15032: 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 W/2 W/2 of Section 23, Township 26 South, Range 27 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Spotted Owl Fed Com #1H Well, which will be horizontally drilled from a non-standard surface location in the SW/4 SW/4 (Unit M) to a standard bottom hole location in the NW/4 NW/4 (Unit D) of Section 23. The completed interval for this well will be within the 330-foot standard offset required by the rules. 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 13 miles south of Malaga, New Mexico.
- Amended Application of COG Operating LLC for a non-standard spacing and proration unit, a non-standard 120-acre project area, and compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard, 120-acre spacing and proration unit comprised of the S/2 NE/2 and the SE/4 NW/4 of Section 2, Township 17 South, Range 30 East, NMPM, Eddy County, (2) approving a non-standard 120-acre project area; and (3) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit and non-standard project area are to be dedicated to applicant's proposed Dogfish Head State 4H Well, which will be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) to a standard bottom hole location in the SE/4 NE/4 (Unit H) of Section 2. The completed interval for this well will commence in the SE/4 NW/4 (Unit F) of Section 2 and remain within the 330-foot standard offset required by the rules. 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 26 miles east of Artesia, New Mexico.
- 10. CASE 14999: (Continued from the June 13, 2013 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 S/2 of Section 1, Township 17 South, Range 31 East,
 NMPM, Eddy County, and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said
 non-standard unit is to be dedicated to applicant's proposed Shiner Bock 1 Federal Com 8H Well, which will
 be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 2 to a standard bottom hole

Examiner Hearing –July 25, 2013 Docket No. 25-13 Page 4 of 5

location in the SE/4 SE/4 (Unit P) of Section 1. The completed interval for this well will be in the S/2 S/2 of Section 1 and remain within the 330-foot standard offset required by the rules. 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 33 miles east of Artesia, New Mexico.

- 11. CASE 15000: (Continued from the June 13, 2013 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 S/2 of Section 1, Township 17 South, Range 29 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Churchmouse 1 Federal Com. LBB 8H Well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) to a standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 1. The completed interval for this well is within the 330-foot standard offset required by the rules. 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 21 miles east of Artesia, New Mexico.
- 12. CASE 15001: (Continued from the June 13, 2013 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, more or less, spacing and proration unit comprised of the N/2 N/2 of Section 7, Township 17 South, Range 30 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Hobgoblin Fed Com 1H Well, which will be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) to a standard bottom hole location in the NW/4 NW/4 (Lot 1, Unit D) of Section 7. The completed interval for this well is within the 330-foot standard offset required by the rules. 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 22 miles east of Artesia, New Mexico.

- 13. CASE 15002: (Continued from the June 13, 2013 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 N/2 N/2 of Section 12, Township 17 South, Range 29 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Fat Tire 12 Fed 1H Well, which will be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) to a standard bottom hole location in the NW/4 NW/4 (Unit D) of Section 12. The completed interval for this well is within the 330-foot standard offset required by the rules. 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 21 miles east of Artesia, New Mexico.
- 14. CASE 15003: (Continued from the June 13, 2013 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, more or less, spacing and proration unit comprised of the S/2 N/2 of Section 7, Township 17 South, Range 30 East, NMPM, Eddy County, and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Hobgoblin Fed Com 4H Well, which will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) to a standard bottom hole location in the SW/4 NW/4 (Lot 2, Unit E) of Section 7. The completed interval for this well is within the 330-