## Examiner Hearing – May 1, 2014 Docket No. 13-14 Page 6 of 6

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 12-1/2 miles south-southeast of Black River Village, New Mexico.

18. CASE 15104: (Continued from the March 20, 2014 Examiner Hearing.)

Application of Premier Oil & Gas, Inc. for compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) dedicating the E/2 of Section 22, Township 26 South, Range 27 East, NMPM, Eddy County, New Mexico, to a standard 320-acre gas spacing and proration; and (2) pooling all mineral interests in the Wolfcamp formation underlying this acreage. Said standard unit is to be dedicated to applicant's proposed Owl Draw 22 BO Federal Com. No. 1H, which will be horizontally drilled from a surface location in the NW/4 NE/4 (Unit B) and to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 22. 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 Premier Oil & Gas, Inc. as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 12 miles southeast of Black River Village, New Mexico.