Examiner Hearing – August 7, 2014 Docket No. 24-14 Page 4 of 5

Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico; and (3) pooling all mineral interests in the Yeso formation underlying this proposed non-standard spacing and proration unit. This proposed non-standard spacing and proration unit will be the project area for the **Pilum 15 Fee No. 1H Well**, to be horizontally drilled. The completed interval for this well will be within the standard offset required by the rules. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the 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 Said area is located approximately 6 miles south of Artesia, New Mexico.

8. <u>CASE 15184</u>: (This case will be dismissed.)

Application of COG Operating LLC for a non-standard spacing and proration unit, compulsory pooling and a non-standard location, Eddy County, New Mexico. Applicant seeks an order from the Division: (1) authorizing a non-standard location; (2) creating a non-standard 160-acre, more or less, oil spacing and proration unit in the Yeso formation, comprised of the E/2 W/2 of Section 15, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico; and (3) pooling all mineral interests in the Yeso formation underlying this proposed non-standard spacing and proration unit. This proposed non-standard spacing and proration unit will be the project area for the Pilum 15 Fee No. 2H Well, to be horizontally drilled. The completed interval for this well will be within the standard offset required by the rules. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the 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 Said area is located approximately 6 miles south of Artesia, New Mexico.

- Application of COG Operating LLC for a non-standard spacing and proration unit and compulsory pooling Lea County, New Mexico. Applicant seeks an order from the Division: (1) creating a non-standard 160-acre, more or less, oil spacing and proration unit in the Yeso formation, comprised of the W/2 W/2 of Section 15, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Yeso formation underlying this proposed non-standard spacing and proration unit. This proposed non-standard spacing and proration unit will be the project area for the Ivar the Boneless Fed. No. 1H Well, to be horizontally drilled. The completed interval for this well will be within the standard offset required by the rules. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the 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 1 mile south of Malijamar, New Mexico.
- Application of COG Operating LLC for two non-standard project areas, two non-standard oil spacing and proration units, and approval of non-standard locations for two wells in Lea County, New Mexico. Applicant seeks an order approving two 280-acre non-standard project areas and oil spacing and proration units in the Bone Spring formation comprised of (i) the SW/4 NE/4 and W/2 SE/4 of Section 5, and the W/2 E/2 of Section 8, Township 26 South, Range 34 East, NMPM, to be dedicated to the Gunner 8 Fed. Well No. 5H, with a surface location in the SW/4 SE/4 of Section 8, a terminus in the SW/4 NE/4 of Section 5, and a non-standard completed interval; and (ii) the SE/4 NW/4 and E/2 SW/4 of Section 5, and the E/2 W/2 of Section 8, Township 26 South, Range 34 East, NMPM, to be dedicated to the Gunner 8 Fed. Well No. 6H, with a surface location in the SE/4 SW/4