

8. **CASE 15175:** (Continued from the August 21, 2014 Examiner Hearing.)
Application of Pride Energy Company for a non-standard oil spacing and proration unit, an unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Pride Energy 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 E/2 E/2 of Section 13, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit is to be dedicated to the **Snyder 13 State Well No. 1H**, a horizontal well with a surface location 330 feet from the north line and 660 feet from the east line, and an unorthodox terminus 330 feet from the south line and 660 feet from the east line, of Section 13. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, 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 10 miles south of Buckeye, New Mexico.
9. **CASE 15176:** (Continued from the August 21, 2014 Examiner Hearing.)
Application of Pride Energy Company for a non-standard oil spacing and proration unit, an unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Pride Energy 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 W/2 E/2 of Section 13, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit is to be dedicated to the **Snyder 13 State Well No. 2H**, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the east line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the east line, of Section 13. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, 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 10 miles south of Buckeye, New Mexico.
10. **CASE 15177:** (Continued from the August 21, 2014 Examiner Hearing.)
Application of Pride Energy Company for a non-standard oil spacing and proration unit, four unorthodox oil well locations, and compulsory pooling, Lea County, New Mexico. Pride Energy Company seeks an order approving a 640-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of all of Section 13, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit will be dedicated to:
- (a) The Snyder 13 State Well No. 1H, a horizontal well with a surface location 330 feet from the north line and 660 feet from the east line, and an unorthodox terminus 330 feet from the south line and 660 feet from the east line, of Section 13;
 - (b) The Snyder 13 State Well No. 2H, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the east line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the east line, of Section 13;
 - (c) The Snyder 13 State Well No. 3H, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the west line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the west line, of Section 13; and
 - (d) The Snyder 13 State Well No. 4H, a horizontal well with a surface location 330 feet from the north line and 660 feet from the west line, and an unorthodox terminus 330 feet from the south line and 660 feet from the west line, of Section 13.
- Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The unit is located approximately 10 miles south of Buckeye, New Mexico.
11. **CASE 15172:** (Continued from the August 7, 2014 Examiner Hearing.)
In the matter of the application of the Oil Conservation Division of the Energy, Minerals and Natural Resources Department upon its own motion for an order creating a new Mancos oil pool for horizontal well development solely within the WPX Project Area as defined in Case No. 15102, Order No. R-13817, in Sandoval and Rio Arriba Counties, New Mexico, (hereby the "Northeast Chaco Horizontal Well Oil Pool") and giving notice to all persons and parties interested in the subject matter thereof to show cause why such a "Northeast Chaco Horizontal Well Oil Pool" should not be made.
- (a) CREATE a new pool solely within the WPX Project Area as defined in Case No. 15102, Order No. R-13817, in Sandoval and Rio Arriba Counties, New Mexico classified as an oil pool for horizontal well development designated as the "Northeast Chaco Horizontal Well Oil Pool." The horizontal limits of said pool would comprise:

TOWNSHIP 23 NORTH, RANGE 6 WEST, N.M.P.M.

Section 5: Lots 1-4, S/2N/2, S/2

Section 6: Lots 1-7, S/2NE/4, SE/4NW/4, E/2SW/4, SE/4

Section 7: Lots 1-4, E/2W/2, E/2

Section 8: All

Section 16: S/2, NW/4

Section 17: Lots 1-7, NE/4NE/4, S/2

Section 18: Lots 1-4, E/2W/2, E/2

Section 19: All

TOWNSHIP 23 NORTH, RANGE 7 WEST, N.M.P.M.

Section 1: Lots 5-20

Section 11: Lots 1-2, S/2NW/4, NE/4, S/2

Section 12: Lots 1-3, NW/4SW/4, SE/4, N/2

Section 13: All

Section 14: All

Section 15: E/2, SW/4

Section 24: All

The vertical limits of this pool consists of the Mancos formation, defined as from the top of the Mancos Formation (base of Mesaverde Group) at a depth of 4,542 feet down to the stratigraphic equivalent of the top of the Greenhorn Formation at a depth of 6,289 feet as encountered in the Rincon No. 20 well in Section 11, Township 23 North, Range 7 West, NMPM (API No. 30-039-26768).

All other information can be found in OCD Case No. 15102, OCD Order No. R-13817, and OCD Application for Nomenclature Hearing, OCD Case No. 15172.

12. **CASE 15191:** (Continued from the August 21, 2014 Examiner Hearing.)

Application To Amend Order No. R-12984 To Remove Certain Acreage From The Basin-Mancos Gas Pool (97232); To Create A Mancos Oil Pool With Special Pool Rules; To Exempt Horizontal Wells From Pre-Existing Pools In The Subject Area And Restrict Those Pools To Current Boundaries; To Abolish Oil Allowables In The Subject Area; To Retain For The New Oil Pool The Authority To Downhole Commingle Production From The Mancos, Mesaverde And Dakota Formations Provided By Order No. R-12984-B; And To Amend The Special Rules For The Counselors Gallup-Dakota Pool (13379); San Juan, Rio Arriba, Sandoval And McKinley Counties, New Mexico. Applicants, ConocoPhillips Company, Encana Oil & Gas (USA) Inc., Logos Resources, LLC, and WPX Energy Production, LLC seek to amend Division Order No. R-12984 to remove the subject area, as applicable, from the Basin-Mancos Gas Pool (97232) and to place the subject area within a new oil pool ("Mancos Oil Pool") for horizontal and vertical well development in the Mancos formation. Applicants propose special rules for this new oil pool allowing, among other things, 320-acre spacing units for all horizontal wells in the subject area and standard 330 foot setbacks. The subject area includes the following acreage in McKinley, Rio Arriba, San Juan and Sandoval Counties, New Mexico:

TOWNSHIPS 17-32 NORTH, RANGES 14-19 WEST:

All Sections

TOWNSHIPS 17-29 NORTH, RANGES 10-13 WEST:

All Sections

TOWNSHIP 30 NORTH, RANGE 13 WEST:

Sections 5-8 and 13-36

TOWNSHIP 31 NORTH, RANGE 13 WEST:

Sections 1-24 and 29-32

TOWNSHIP 32 NORTH, RANGE 13 WEST:

All Sections

TOWNSHIPS 17-28 NORTH, RANGE 9 WEST:

All Sections

TOWNSHIPS 17-27 NORTH, RANGE 8 WEST:

All Sections

TOWNSHIPS 17-25 NORTH, RANGES 3-7 WEST:

All Sections

TOWNSHIPS 17-26 NORTH, RANGE 2 WEST:

All Sections

TOWNSHIPS 24-32 NORTH, RANGE 1 WEST:

All Sections

TOWNSHIP 26 NORTH, RANGES 4 -7 WEST:

Sections 25-36