

Mexico. Applicant seeks an order (i) creating a 200-acre non-standard oil spacing and proration unit (project area) comprised of the W/2 NE/4 of Section 5, Township 25 South, Range 35E and the W/2 SE/4 of Section 32, Township 24 South, Range 35 East, NMPM, in Lea County, and (ii) pooling all mineral interests in the Bone Spring formation underlying this acreage. The project area is to be dedicated to applicant's **Skull Cap State Com #2H well**, which will be horizontally drilled from a surface location in the W/2 SE/4 (Unit J) of Section 32, Township 24 South, Range 35 East to a bottom hole location in the NW/4 SE/4 (Unit J) of Section 32. The completed interval for the well will remain within the 330-foot standard offset required by the Division's rules. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost, the designation of COG Operating LLC as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The proposed project area is located approximately five miles west of Ochoa, New Mexico.

4. **Case No. 15301: Application of Matador Production Company for a non-standard spacing and proration unit and compulsory pooling, Eddy 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 Bone Spring formation, comprised of the S/2 S/2 of Section 13, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Bone Spring 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 **Janie Conner 13-24S-28E RB #124H well**, to be horizontally drilled. The producing area for this well will be 330 feet from the project area boundary. 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 Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. The Janie Conner 13-24S-28E RB #124H well is located approximately 17 miles southeast of Carlsbad, New Mexico.

5. **Case No. 15302: Application of Matador Production Company for a non-standard spacing and proration unit, compulsory pooling, and non-standard location, Eddy County, New Mexico.** Applicant seeks an order from the Division: (1) creating a non-standard 320-acre, more or less, gas spacing and proration unit in the Wolfcamp formation, comprised of the S/2 of Section 13, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico; (2) pooling all mineral interests in the Wolfcamp formation underlying this proposed non-standard spacing and proration unit; and (3) approving a non-standard location. This proposed non-standard spacing and proration unit will be the project area for the **Janie Conner 13-24S-28E RB #224H well**, to be horizontally drilled. The producing area for this well will be unorthodox, located 330 feet from the project area boundary. 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 Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. The Janie Conner 13-24S-28E RB #224H well is located approximately 17 miles southeast of Carlsbad, New Mexico.

6. **Case No. 15303: 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, 240-acre, more or less, spacing and proration unit comprised of Lot 1, SE/4 NE/4 and E/2 SE/4 of Section 5 and the E/2 NE/4 of Section 8, Township 20 South, Range 30 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 **Solution Federal Com 1H Well**, which will be horizontally drilled from a surface location in the NW/4 NE/4 (Lot 2) of Section 5 to a standard bottom hole location in the SE/4 NE/4 (Unit H) of Section 8. The completed interval for this well will 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 20 miles northeast of Carlsbad, NM.

7. **Case No. 15304: 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, 240-acre, more or less, spacing and proration unit comprised of Lot 3, SE/4 NW/4 and E/2 SW/4 of Section 5 and the E/2 NW/4 of Section 8, Township 20 South, Range 30 East, N.M.P.M., Eddy County, New Mexico 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 **Solution Federal Com 3H Well**, which will be horizontally drilled from a surface location in the NE/4 NW/4 (Lot 3) of Section 5 to a standard bottom hole location in the SW/4 NW/4 (Unit F) of Section 8. The completed interval for this well will 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 20 miles northeast of Carlsbad, NM.

8. **Case No. 15285: (Continued from the May 14, 2015 Examiner Hearing.)**
Application of Mewbourne Oil Company for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 160.07-acre non-standard oil spacing and proration unit (project area) in the Delaware formation comprised of Lot 2, SW/4 NE/4, and W/2 SE/4 (the W/2 E/2) of Section 3, Township 24 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Delaware formation

underlying the W/2 E/2 of Section 3 to form a non-standard 160.07 acre oil spacing and proration unit (project area) for all pools or formations developed on 40 acre spacing within that vertical extent. The unit will be dedicated to the **Yardbirds 3 D3BO Fee Well No. 1H**, a horizontal well with a surface location 185 feet from the north line and 2050 feet from the east line, and a terminus 330 feet from the south line and 2050 feet from the east line, of Section 3. 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 unit is located approximately 1-1/2 miles north of Malaga, New Mexico.

9. Case No. 15298: *(Continued from the May 14, 2015 Examiner Hearing.)*

Application of Mewbourne Oil Company for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 320-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2 W/2 of Section 27 and the W/2 W/2 of Section 22, Township 26 South, Range 27 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit for all pools or formations developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Owl Draw 27/22 B2MD Fed. Com. Well No. 1H**, a horizontal well with a surface location 170 feet from the south line and 330 feet from the west line of Section 27, and a terminus 330 feet from the north line and 330 feet from the west line of Section 22. 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 unit is located approximately 14-1/2 miles south-southeast of Black River Village, New Mexico.

10. Case No. 15305: *Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.* Devon Energy Production Company, L.P. 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 35, Township 24 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit, for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Willow Lake 35 Fed. Com. Well No. 1H**, a horizontal well to be drilled at a surface location 235 feet from the south line and 1300 feet from the east line, with a terminus 330 feet from the north line and 660 feet from the east line, of Section 35. 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 unit is located approximately 4 miles south-southeast of Malaga, New Mexico.

11. Case No. 15306: *Application of Devon Energy Production Company, L.P. for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.* Devon Energy Production Company, L.P. 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 35, Township 24 South, Range 28 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit, for any formations and/or pools developed on 40 acre spacing within that vertical extent. The unit is to be dedicated to the **Willow Lake 35 Fed. Com. Well No. 2H**, a horizontal well to be drilled at a surface location 235 feet from the south line and 1350 feet from the east line, with a terminus 330 feet from the north line and 1980 feet from the east line, of Section 35. 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 unit is located approximately 4 miles south-southeast of Malaga, New Mexico.

12. Case No. 15307: *Application of Oasis Water Solutions, LLC, for approval of a salt water disposal well, Lea County, New Mexico;* Applicant seeks an for a salt water disposal in its **Cooper 17 #1**, located 2320' FNL and 2200' FWL, Unit F, Section 17, Township 20 South, Range 37 East, N.M.P.M., Lea County, New Mexico. The well is located approximately 7 miles south east of Monument, New Mexico.

13. Case No. 15308: *(This case will be dismissed.)*

Application of Smith and Marrs Inc., for approval of a salt water disposal well, Eddy County, New Mexico; Applicant seeks an for a salt water disposal in its Superior State Well #1, located 1980' FNL and 660' FEL, Unit H, Section 8, Township 25 South, Range 30 East, N.M.P.M., Eddy County, New Mexico. The well is located approximately 10 miles south east of Malaga, New Mexico.

14. Case No. 15309: *Application Of Chevron U.S.A. Inc. For Approval Of A 474.85 Acre Non-Standard Project Area Comprised Of Acreage Subject To A Proposed Communitization Agreement, Lea, New Mexico.* Applicant in the above-styled cause seeks an order approving a 474.85 acre non-standard project area in the Bone Spring formation comprised of acreage subject to a proposed federal and state communitization agreement covering the E/2 of Section 29 and the E/2 of irregular Section 32, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico. This acreage has been placed in the WC-025 G 06 926331 19P; Bone Spring Pool (Pool Code 97955) and is subject to the Division's general statewide rules for oil development.. The subject acreage is located approximately 50 miles South of Jal, New Mexico.