STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE	NO.	

APPLICATION

COG Operating LLC ("COG" or "Applicant") (OGRID No. 229137), through its undersigned attorneys, files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, Section 70-2-17, for an order pooling all uncommitted interests in the Bone Spring Formation underlying a standard 480-acre, more or less, horizontal well spacing unit comprised of E2W2 of Sections 19, 30, and 31, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico. In support of this application, COG states:

- 1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.
- 2. Applicant seeks to dedicate the above-referenced horizontal spacing unit to the Fairview Mills; Bone Spring (Code 96340) Pool.
- 3. COG seeks to dedicate to the horizontal spacing unit the **Pitchblende 19-30 Federal Com 601H** to be horizontally drilled from a surface location in the NE4NW4

 (Unit C) of Section 19, with first take point also in the NE4NW4 (Unit C) of Section 19

 and last take point in the SE4SW4 (Unit N) of Section 31.
- 4. Applicant and its affiliates are the sole working interest owners and record title owner in this proposed unit but seeks a pooling order to commit certain non-cost-bearing owners, including overriding royalty owners, which have yet to ratify the

necessary federal communitization agreement which would voluntarily pool their interests.

The pooling of interests in the proposed unit will allow Applicant to obtain 5. a just and fair share of the oil and gas underlying the subject lands, avoiding the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on February 13, and, after notice and hearing as required by law, the Division enter an order:

- Approve the standard horizontal well spacing unit and pooling the interests A. of certain uncommitted non-cost bearing owners therein; and
- Designating Applicant as the operator of this spacing unit and the horizontal В. well to be drilled thereon.

Respectfully submitted,

Elizabeth Ryan Keri Hatley

ConocoPhillips

1048 Paseo de Peralta

Santa Fe, New Mexico 87501

(505) 780-8000

beth.ryan@conocophillips.com

keri.hatley@conocophillips.com

Attorneys for COG Operating LLC

array a programma	
CASE	
CASE	•

Application of COG Operating LLC for Compulsory Pooling, Lea County, New Mexico. Applicant in the above style cause seeks an order pooling a standard 480-acre, more or less, horizontal well spacing unit in the Bone Spring Formation underlying the E/2W/2 Sections 19, 30 and 31, Township 25 South, Range 35 East, NMPM, Lea County, New Mexico. Applicant seeks to initially dedicate the above-referenced spacing unit the proposed Pitchblende 19-30 Federal Com No. 601H well to be horizontally drilled from a surface location in the NE/4NW/4 (Unit C) Sec. 19, with first take point also in the NE4NW4 (Unit C) of Sec. 19 and last take point in the SE4SW4 (Unit N) of Section 31. Also to be considered is the designation of COG Operating LLC as the operator of the proposed spacing unit. The subject area is located approximately 14 miles west of Jal, New Mexico.