Examiner Hearing – January 9, 2014 Docket No. 01-14 Page 2 of 2

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 4 miles northwest of Ochoa, New Mexico.

- 4. <u>CASE 15070</u>: (Continued from the December 19, 2013 Examiner Hearing.)
 - Application of WPX Energy Production, LLC For An 80-Acre Non-Standard Spacing Unit In The Basin-Mancos Gas Pool (97232) And Approval Of An Unorthodox Well Location In This Spacing Unit; Approval Of An 80-Acre Non-Standard Spacing Unit In The Nageezi Gallup Pool (47540) And Compulsory Pooling; And Approval To Downhole Commingle Production From The Nageezi Gallup Pool (47540) And The Basin Mancos Gas Pool (97232), San Juan County, New Mexico. Applicant seeks an order (1) creating a nonstandard 80-acre spacing and proration unit in the Basin Mancos Gas Pool comprised of the S/2 SW/4 Section 16, Township 23 North, Range 8 West, NMPM, San Juan County, New Mexico, and authorizing an unorthodox well location in this spacing unit; (2) creating a non-standard 80-acre spacing and proration unit in the Nageezi Gallup Pool comprised of the S/2 SE/4 of Section 16 and pooling all mineral interests in this pool underlying this acreage; and (3) approving the downhole commingling of production from the Nageezi Gallup Pool and the Basin-Mancos Gas Pool in applicant's proposed Chaco 2308-16I 148H to be drilled in the S/2 S/2 of Section 16. Applicant's proposed well will be have a surface location 1500 feet from the South line and 228 feet from the East line (Unit I) with a penetration point located 380 feet from the South line and 380 feet from the East Line (Unit P) and a bottom hole location 380 feet from the South line and 380 feet from the West line (Unit M). 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 WPX Energy Production, LLC as operator of the well and a 200% charge for risk involved in drilling said well. This area is located approximately 8 miles West of Lybrook, New Mexico.
- 5. <u>CASE 15059</u>: (Continued from the December 5, 2013 Examiner Hearing.)
 Application of Mesquite SWD, Inc. for approval of a water disposal well, Lea County, New Mexico.
 Applicant seeks an order approving disposal of produced water into the Bell Canyon and Cherry Canyon members of the Delaware formation at depths of 4790-7350 feet subsurface in the proposed Blue Quail SWD Well No. 1, to be located 2100 feet from the north line and 1660 feet from the west line of Section 11, Township 25 South, Range 32 East, NMPM. The well is located approximately 25 miles west of Bennett, New Mexico.
- 6. <u>CASE 15060</u>: (Continued from the December 5, 2013 Examiner Hearing.)

 Application of Owl Oil and Gas LLC for approval of a water disposal well, Eddy County, New Mexico.

 Applicant seeks an order approving disposal of produced water into the Yates-Seven Rivers formation at depths of 670-785 feet subsurface in the Myrtle Myra SWD Well No. 3, to be re-entered at a location 1978 feet from the south line and 1980 feet from the west line of Section 9, Township 21 South, Range 27 East, NMPM. The well is located approximately 5-1/2 miles north-northeast of Carlsbad, New Mexico.