

Examiner Hearing – October 15, 2015

Docket No. 31-15

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16. Case No. 15326: (Continued from the August 20, 2015 Examiner Hearing.)

Application of COG Operating LLC for the creation of special pool rules, Lea County, New Mexico. Applicant seeks an order establishing special rules and regulations to include a depth bracket allowable of 990 barrels of oil per day for a 40-acre oil spacing and proration unit and a limiting gas: oil ratio of 4000 to 1. The West Triple X- Bone Spring Pool includes Sections 30 and 31, Township 23 South, Range 33 East, NMPM; Sections 5-10, 15-18 and 20-22, Township 24 South, Range 33 East, NMPM; and Sections 1, 12 and 13, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico. The pool is located approximately 25 miles northwest of Jal, New Mexico.

17. Case No. 15385: (Continued from the October 1, 2015 Examiner Hearing.)

Application of WPX Energy Production, LLC for approval of a non-standard 120-acre spacing unit in the Basin Mancos Gas Pool, creation of a non-standard 240-acre spacing unit for compulsory pooling, approval of an unorthodox well location, and approval of WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289), Section 12, Township 23 North, Range 8 West, San Juan County, and Section 7, Township 23 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks an order (1) approving a 120-acre non-standard spacing and proration unit in the Basin Mancos Gas Pool comprised of the N/2 SW/4 and NW/4 SE/4 of Section 12; (2) creating a 240-acre non-standard spacing unit comprised of the N/2 S/2 of Section 12 and the N/2 SW/4 of Section 7, and pooling all mineral interest owners in the Mancos formation underlying said spacing unit; (3) approving WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289); and (4) approving an unorthodox well location for the proposed **Chaco 2307-07N 409H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 7 to a non-standard bottom hole location in the NW/4 SW/4 (Unit L) of Section 12. The completed interval will commence 1680 feet from the South line, 2114 feet from the West line (Unit K) to a location 2326 feet from the South line, 390 feet from the West line (Unit L). 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. Said area is located approximately 3.5 miles West of Lybrook, New Mexico.

18. Case No. 15386: (Continued from the October 1, 2015 Examiner Hearing.)

Application of WPX Energy Production, LLC for approval of a non-standard 120-acre spacing unit in the Basin Mancos Gas Pool, creation of a non-standard 240-acre spacing unit for compulsory pooling, approval of an unorthodox well location, and approval of WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289), Section 12, Township 23 North, Range 8 West, San Juan County, and Section 7, Township 23 North, Range 7 West, NMPM, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks an order (1) approving a 120-acre non-standard spacing and proration unit in the Basin Mancos Gas Pool, comprised of the S/2 SW/4 and SW/4 SE/4 of Section 12; (2) creating a 240-acre non-standard spacing unit comprised of the S/2 S/2 of Section 12 and the S/2 SW/4 of Section 7, and pooling all mineral interest owners in the Mancos formation underlying said spacing unit; (3) approving WPX's request to downhole commingle production from the Basin Mancos Gas Pool (97232) and the Lybrook Gallup Pool (42289); and (4) approving an unorthodox well location for the proposed **Chaco 2307-07N 410H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 7 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 12. The completed interval will commence 380 feet from the South line, 2113 feet from the West line (Unit N) to a location 1125 feet from the South line, 390 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. Said area is located approximately 3.5 miles West of Lybrook, New Mexico.

19. Case No. 15375: (Continued from the October 1, 2015 Examiner Hearing.)

Application Of WPX Energy Production, LLC For Approval Of The Kimbeto Wash Unit; Creation Of A New Pool For Horizontal Development Within The Unit Area, And For Allowance Of 330 Foot Setbacks From The Exterior Of The Proposed Unit, San Juan County, New Mexico. Applicant seeks approval of its Kimbeto Unit consisting of approximately 5,279.20 acres of Federal and Allotted Indian lands situated in all or parts of the Sections 17-21 and 28-32, Township 23 North, Range 9 West, San Juan County, New Mexico. The unitized interval includes the Mancos formation at a depth of 2873 feet down to the stratigraphic equivalent of the top of the Graneros formation at a depth of 4,680 feet as encountered in the **Federal E-1 well** in Section 17, Township 22 North, Range 9 West, N.M.P.M. In addition, Applicant seeks an order creating a new pool within the unitized interval for horizontal well development that will allow for wells to be located anywhere within the proposed Unit Area so long as the completed interval is no closer than 330 feet from the outer boundary of the proposed Unit. The subject acreage is located approximately 5.5 miles southwest of Nageezi, New Mexico.