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and 660 feet from the West line of Section 33. 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 Occidental Permian LP as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 5 miles Northeast of US Highway 62/180 and State Highway 176, New Mexico.

- 10. CASE 14652: Application of Occidental Permian LP for a non-standard spacing and proration unit, compulsory pooling and non-standard location, Lea County, New Mexico. Applicant in the above-styled cause seeks an order: (1) creating a non-standard spacing unit comprised of the E/2 W/2 of Section, Township 19 South, Range 32 East, NMPM and (2) pooling all mineral interests in the Bone Spring formation in the non-standard spacing unit which will be the project area for the Fecta 33 Fed Com No. 2H to be drilled from a surface location 141 feet from the North line and 2347 feet from the West line and a bottomhole location 330 feet from the South line and 1980 feet from the West line of Section 33. 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 Occidental Permian LP as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 5 miles northeast of US Highway 62/180 and State Highway 176, New Mexico.
- 11. CASE 14653: Application of Energen Resources Corporation for Compulsory Pooling and an Unorthodox Surface Location, Rio Arriba County, New Mexico. Applicant seeks an order pooling all mineral interests in the Fruitland Coal formation, (Basin-Fruitland Coal Gas Pool) underlying lots 5, 6, 7, 8 and the S/2 S/2 of irregular Section 8, Township 32 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, forming a 274.08 acre ± spacing and proration unit to be dedicated to the Carracas 8 B Well No. 16-H. Pursuant to the provisions of Order No. R-13119, the well will be directionally drilled from an unorthodox surface location 2095 feet from the South line and 119 feet from the West line in adjoining Section 9, penetrating the Fruitland Coal formation at a point 1400 feet from the South line and 400 feet from the East line of Section 8, with a standard bottom hole location 1400 feet from the South line and 760 feet from the West line of Section 8, Township 32 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. 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 Energen Resources Corporation as operator of the well and a charge for risk involved in drilling said well. The proposed well location is approximately 6 miles South of Arboles, Colorado.
- 12. <u>CASE 14654</u>: Application of Energen Resources Corporation for exception to the well density provisions of the pool rules for the Basin-Fruitland Coal Gas Pool for three spacing units and for simultaneous dedication, Rio Arriba County, New Mexico. Applicant seeks an order authorizing the re-entry of a vertical well for the drilling of additional horizontal lateral or sidetrack wells in the Fruitland Coal formation within three existing standard spacing and proration units as follows:

Township 32 North, Range 5 West

Section 32: N/2

State Bancos No. 100-S (API No. 3003927273)

720' FSL & 1180' FWL (surface location)

760' FNL & 760' FEL (bottom-hole location)

Section 29: W/2

Elkhorn No. 100 (API No. 3003927337)

725' FSL & 800' FWL (surface location)

760' FNL & 1880' FWL (bottom-hole location)

Township 32 North, Range 6 West

Section 25: E/2

San Juan 32-5 No. 105-S (API No. 3003927265)

1670' FNL & 1340' FEL (surface location)

600' FNL & 100' FEL (bottom-hole location)

Applicant also seeks to simultaneously dedicate each of these units to the proposed horizontal sidetrack lateral well and to the existing initial well and infill well currently producing from the Fruitland Coal formation. These wells and lands are located approximately one-half to one mile east of Navajo Reservoir and thirty miles East of Aztec, New Mexico.

13. CASE 14655: Application of Nearburg Producing Company for Designation of a Non-Standard Spacing Unit, an Unorthodox Surface Location, Compulsory Pooling, and Cancellation of APD's Issued to Nadel and Gussman Permian, LLC, Eddy County, New Mexico. Applicant seeks an order consolidating the 40-acre spacing units within the N/2 N/2 of Section 7, Township 19 South, Range 25 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit for a well location in the Glorieta-Yeso formation for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Glorieta-Yeso formation underlying the N/2 N/2 of said Section 7 to be dedicated to its Glass "7" D-A No. 1-H Well to be drilled horizontally from an unorthodox surface location 760' from the North line and 100' from the East line of Section 12 to a bottom hole location 760' from the North line and 330' from the East line of Section 7, all in Township 19 South, Range 25 East, to a depth sufficient to test the Glorieta-Yeso formation. 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 Nearburg Producing Company as operator and a charge for risk involved in drilling the well. Applicant also seeks the cancellation of two APD's held by Nadel and Gussman Permian LLC for wells and non-standard units proposed for the E/2 W/2 and the E/2 E/2 of

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Section 7. The proposed well and lands are located approximately 4 miles Northwest of Lakewood, New Mexico.

- 2ASE 14656: Application of Nearburg Producing Company for Designation of a Non-Standard Spacing Unit, an Unorthodox Surface Location, Compulsory Pooling, and Cancellation of APD's Issued to Nadel and Gussman Permian, LLC, Eddy County, New Mexico. Applicant seeks an order consolidating the 40-acre spacing units within the S/2 N/2 of Section 7, Township 19 South, Range 25 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit for a well location in the Glorieta-Yeso formation for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Glorieta-Yeso formation underlying the S/2 N/2 of said Section 7 to be dedicated to its Glass "7" E-H No. 1-H Well to be drilled horizontally from an unorthodox surface location 2080' from the North line and 100' from the East line of Section 12 to a bottom hole location 2080' from the North line and 330' from the East line of Section 7, all in Township 19 South, Range 25 East, to a depth sufficient to test the Glorieta-Yeso formation. 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 Nearburg Producing Company as operator and a charge for risk involved in drilling the well. Applicant also seeks the cancellation of two APD's held by Nadel and Gussman Permian LLC for wells and non-standard units proposed for the E/2 W/2 and the E/2 E/2 of Section 7. The proposed well and lands are located approximately 4 miles Northwest of Lakewood, New Mexico.
- 15. CASE 14629: (Continued from the April 28, 2011 Examiner Hearing.)

 Application of Blue Dolphin Production, LLC for Compulsory Pooling, Rio Arriba County, New Mexico. Applicant seeks an order for the compulsory pooling of all interests in all pools or formations developed on 40-acre spacing within the Mancos Shale formation underlying a non-standard oil well spacing and proration unit comprised of 21.0 ± acres located in the approximate E/2 SW/4 NE/4 of projected Section 27, Township 30 North, Range 1 East in Rio Arriba County, New Mexico. The unit will be dedicated to the following well to be drilled to the Greenhorn member of the undesignated Mancos Shale formation, (WC30N1E27):

Theis Greenhorn Test Well No. 1 1643' FNL and 1575' FEL (G) Projected Section 27, T30N, R1E Rio Arriba County, New Mexico

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 Applicant as operator and a charge for the risk involved in drilling the well. The well and lands are located approximately one-half mile South of Horse Lake, New Mexico.

- 16. CASE 14633: (Continued from the April 28, 2011 Examiner Hearing.)
 - Application of Cimarex Energy Co. for a Non-Standard Spacing and Proration Unit, an Unorthodox Surface Location and Compulsory Pooling, Lea County, New Mexico. Applicant seeks an order consolidating the four 40-acres spacing units within the E/2 W/2 of Section 33, Township 19 South, Range 32 East and designating the consolidated units as a 160-acre non-standard oil spacing and proration unit for a well locations in the Bone Springs formation for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interest in the Bone Springs formations, including the South Lusk-Bone Springs Pool (code 41460), underlying the E/2 W/2 of this section to be dedicated to its Southeast Lusk "33" Federal Com Well No. 4-H to be drilled horizontally from an unorthodox surface location (Unit C) 190 feet FNL and 2105 feet FWL to a standard bottom hole location (Unit N) 330 feet FSL and 1980 feet FWL within this section and to a depth sufficient to test the Bone Springs formation. Also to be considered will be the costs of the drilling and completing this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of Cimarex Energy Co. as the operator of the well a risk charge of 200% for the risk involved in this well. This unit is located approximately five miles Northeast of the intersection of US Highway 62/180 and State Highway 176, New Mexico.
- Application of Cimarex Energy Co. for a Non-Standard Spacing and Proration Unit and Compulsory Pooling, Lea County, New Mexico. Applicant seeks an order consolidating the four 40-acres spacing units within the W/2 W/2 of Section 33, Township 19 South, Range 32 East and designating the consolidated units as a 160-acre non-standard oil spacing and proration unit for a well locations in the Bone Springs formation for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interest in the Bone Springs formations, including the South Lusk-Bone Springs Pool (code 41460), underlying the W/2 W/2 of this section to be dedicated to its Southeast Lusk "33" Federal Com Well No. 5-H to be drilled horizontally from a surface location (Unit D) 330 feet FNL and 990 feet FWL to a bottom hole location (Unit M) 330 feet FSL and 660 feet FWL within this section and to a depth sufficient to test the Bone Springs formation. Also to be considered will be the costs of the drilling and completing this well and the allocation of the costs thereof as well as actual operating costs and charges for supervision, designation of Cimarex Energy Co. as the operator of the well a risk charge of 200% for the risk involved in this well. This unit is located approximately five miles Northeast of the intersection of US Highway 62/180 and State Highway 176, New Mexico.
- 18. CASE 14623: (Continued from the April 28, 2011 Examiner Hearing.)

 Application of Nadel and Gussman Permian, L.L.C. for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order approving a 159.36-acre non-standard oil spacing and proration unit (project area) in the Glorieta-Yeso formation comprised of Lots 1-4 of Section 7, Township 19 South, Range 26 East,