

12. **CASE 14245:** *Application of RSC Resources Limited Partnership for approval of a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico.* Applicant seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of Lot 4, SE/4SW/4, and S/2SE/4 (the S/2S/2) of Section 30, Township 16 South, Range 28 East, NMPM, to form a non-standard 162.77-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Lucky Wolf "30" Fed. Com. Well No. 1, a horizontal well to be drilled at a surface location 330 feet from the south line and 330 feet from the east line, with a terminus 330 feet from the south line and 330 feet from the west line, of Section 30. 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 11 miles east-northeast of Artesia, New Mexico.
13. **CASE 14047:** *(reopened) Application of Celero Energy II, L.P. to reopen Case No. 14047 for expansion of a waterflood project, Chaves County, New Mexico.* Applicant seeks to modify Order No. R-12912, entered in Case No. 14047, to allow injection to be commenced on a well-by-well basis within the Trigg Federal Lease Waterflood Project, provided that all remedial work on wells in the area of review for each injection well is completed prior to commence of injection into such well. The lease covers all of Section 4, the E/2E/2 of Section 5, and all of Section 9, Township 14 South, Range 31 East, N.M.P.M. The project is located approximately 29 miles east of Hagerman, New Mexico.
14. **CASE 14192:** *(Continued from the October 30, 2008 Examiner Hearing.) Application of Targa Midstream Services Limited Partnership for Approval of an Acid-Gas Injection Well, Lea County, New Mexico.* Applicant seeks an order approving the use of the Eunice Plant 161 SWD Well No. 1 for conversion to acid-gas injection operations. The well is currently in use for salt water disposal at the following location:

Eunice Plant 161 SWD Well No. 1

API No. 30-025-22583

2255' FNL and 908' FEL

Section 3: SE/4 NE/4 (Unit H)

T-22-S, R-37-E, NMPM

Applicant proposes to evaluate this well for injection of acid gas and water through a closed system into the lower San Andres formation, Eunice-San Andres Pool, through an open-hole completion at depths of 4,131' to 4,900'.

As an alternative to the conversion of the Eunice Plant 161 SWD Well No. 1, Applicant proposes to drill a new well for acid-gas injection operations at the following location in Section 3:

Eunice Middle-Plant AGI Well No. 1

1557' FNL and 1345' FEL

Section 3: SW/4 NE/4 (Unit G)

T-22-S, R-37-E, NMPM

For the Eunice Middle-Plant AGI Well No. 1, Applicant proposes to inject acid gas and water through a closed system into the lower San Andres formation via an open-hole completion at a depth interval of 4,500' to 5,000'. Injection operations through either well will be conducted at an anticipated maximum surface injection pressure of 2,000 psi or as permitted by the Division. Applicant proposes injection of acid-gas at average daily rates of approximately 2,200 bbls and at maximum daily rates of approximately 2,500 bbls. Additional injection of produced water and non-hazardous wastewater will range from 250 to 1,575 barrels per day, for a total injection

volume of 2,450 to 4,075 barrels per day. The subject lands are located approximately one-half mile south of Eunice, New Mexico.

15. **CASE 14203:** (Continued from the October 30, 2008 Examiner Hearing.)
Application of COG Operating LLC for Designation of a Non-standard Spacing Unit and for Compulsory Pooling, Chaves County, New Mexico (Taurus Federal Well No. 1). Applicant seeks an order consolidating the 40-acre spacing units within the S/2 S/2 of Section 10, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the S/2 S/2 of said Section 10 to be dedicated to its Taurus Federal Well No. 1 to be drilled horizontally from a surface location 330' from the South line and 330' from the West line to a bottom hole location 330' from the South line and 330' from the East line of Section 10 to a depth sufficient to test the Wolfcamp 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 COG Operating LLC as operator and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 12 miles northeast of Loco Hills, New Mexico.

16. **CASE 14204:** (Continued from the October 30, 2008 Examiner Hearing.)
Amended Application of COG Operating LLC for Designation of a Non-standard Spacing Unit and for Compulsory Pooling, Chaves County, New Mexico (Taurus State Com Well No. 2). Applicant seeks an order consolidating the 40-acre spacing units within the N/2 S/2 of Section 10, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (Wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 S/2 of said Section 10 to be dedicated to its Taurus State Com Well No. 2 to be drilled horizontally from a surface location 1980' from the South line and 330' from the East line to a bottom hole location 1980' from the South line and 430' from the West line of Section 10 to a depth sufficient to test the Wolfcamp 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 COG Operating LLC as operator and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 12 miles northeast of Loco Hills, New Mexico.

17. **CASE 14208:** (Continued from the October 30, 2008 Examiner Hearing.)
Application of COG Operating LLC for Designation of a Non-standard Spacing Unit and for Compulsory Pooling, Chaves County, New Mexico (Orion Federal Well No. 2). Applicant seeks an order consolidating the 40-acre spacing units within the N/2 S/2 of Section 13, Township 15 South Range 31 East, NMPM and designating the consolidated units as a 160-acre± non-standard oil spacing and proration unit in the Wolfcamp formation (wildcat) for Applicant's horizontal drilling project area. Applicant further seeks the compulsory pooling of all interests in the Wolfcamp formation underlying the N/2 S/2 of said Section 13 to be dedicated to its Orion Federal Well No. 2 to be drilled horizontally from a surface location 1980' from the South line and 330' from the East line to a bottom hole location 1980' from the South line and 330' from the West line to a depth sufficient to test the Wolfcamp 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 COG Operating LLC as operator and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 12 miles northeast of Loco Hills, New Mexico.