

## McMillan, Michael, EMNRD

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**From:** Adam Rankin <AGRankin@hollandhart.com>  
**Sent:** Wednesday, May 9, 2018 9:55 AM  
**To:** McMillan, Michael, EMNRD; Dawson, Scott, EMNRD  
**Cc:** Brooks, David K, EMNRD; Rett Dalton  
**Subject:** Case Nos. 16128 and 16129 - Percussion South Boyd pooling

Mike,

At the hearing on these two cases you requested additional information regarding recent overhead and administrative rates being charged by operators in the Glorieta-Yeso formation. Percussion has reviewed recent orders for COG wells, which are outlined below. At hearing Percussion requested \$7000/\$700, which is in line with the most recent requests for overhead/administrative costs by COG. There is a definite upwards trend in costs over the last 3 years from about \$5450/\$545 in 2016, to \$6000/\$600 in 2017, to \$6000/\$600-\$7000/\$700 in 2017. Percussion believes that its request for \$7000/\$700 is in line with current rates in the area.

Hearing Order No.	Date of Hearing	Well Name	SEC/T/R	Field Name
R-14452	8/3/2017	Malco 23 Fed Com #13H	23/17S/28E	Empire; Glorieta-
R-14435	7/20/2017	Boneyard 11 Fee #16H	2/20S/25E	N. Seven Rivers; G Yeso
R-14215	8/4/2016	Halberd 27 State Com #1H	27/17S/28E	Artesia; Gloriets-

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