Examiner Hearing –September 1, 2011 Docket No. 25-11 Page 6 of 6

19 South, Range 26 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.

CASE 14669: (Continued from the August 4, 2011 Examiner Hearing.)

23.

24.

Application of COG Operating LLC for the creation of a new pools special pool rules and the contraction of certain Grayburg Jackson pools within the Dodd Federal Unit, Eddy County, New Mexico. Applicant seeks an order establishing a new pool within the Dodd Federal Unit that extends from the top of the Glorieta to the top of the Tubb formation. Within the new Yeso pool, Concho seeks special rules allowing for a depth bracket allowable of 300 barrels of oil per day and no limiting gas:oil ratio. Concho also seeks the contraction of the Grayburg Jackson Seven Rivers-Queen-Grayburg-San Andres and the Grayburg Jackson Yeso within the Dodd Federal unit to extend from the top of the Seven Rivers formation to the top of the Glorieta formation. The pools are located approximately 12 miles East of Artesia, New Mexico and 17 miles west of Lovington, New Mexico.

CASE 14670: (Continued from the August 4, 2011 Examiner Hearing.)

Application of COG Operating LLC for the creation of a new pool, special pool rules and the contraction of the Grayburg Jackson pool within the Burch Keely Unit, Eddy County, New Mexico. Applicant seeks an order establishing a new pool within the Burch Keely Units that extends from the top of the Glorieta formation to a depth of 5,000 feet from the surface. Within the new Yeso pool, Concho seeks special rules allowing for a depth bracket allowable of 300 barrels of oil per day and no limiting gas:oil ratio. Concho also seeks the contraction of the Grayburg Jackson Seven Rivers-Queen-Grayburg-San Andres Pool within the Burch Keely unit to vertically extend from the top of the Seven Rivers formation to the top of the Glorieta formation. The pools are located approximately 12 miles East of Artesia, New Mexico and 17 miles West of Lovington, New Mexico.

25. (Continued from the August 18, 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 $21.0 \pm$ 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.