## Examiner Hearing -February 2, 2012 Docket No. 4-12 Page 5 of 6

or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Montana 1 Fee Well No. 3, to be drilled at an orthodox location.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells. The units are located approximately 6 miles south-southwest of Atoka, New Mexico.

## 16. CASE 14772: (Continued from the January 19, 2012 Examiner Hearing.)

Application of Cimarex Energy Co. of Colorado for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Glorieta-Yeso formation underlying Lot 1 of Section 1, Township 19 South, Range 25 East, NMPM, to form a standard oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Montana 1 Fee Well No. 5, to be drilled at an orthodox location. 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 5-1/2 miles south-southwest of Atoka, New Mexico.

17. CASE 14781: (Continued from the January 19, 2012 Examiner Hearing.)

Application of Cimarex Energy Co. of Colorado for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests from the surface to the base of the Glorieta-Yeso formation underlying Lot 2 of Section 1, Township 19 South, Range 25 East, NMPM, to form a standard 39.85 oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The unit will be dedicated to the Wyoming 1 Fee Well No. 2, to be drilled at an orthodox location. 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 5-1/2 miles south-southwest of Atoka, New Mexico.

18. CASE 14791: (Continued from the January 19, 2012 Examiner Hearing.)

Application of COG Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the E/2 W/2 of Section 1, Township 19 South, Range 25 East, NMPM, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Clydesdale "1" Fee Well No. 2H, to be horizontally drilled from a surface location 150 feet from the South line and 1700 feet from the West line (Unit N) to a bottom hole location 330 feet from the North line and 1700 feet from the West line (Unit C) of Section 1. 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 of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.

19. CASE 14792: (Continued from the January 19, 2012 Examiner Hearing.)

Application of COG Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the W/2 W/2 of Section 1, Township 19 South, Range 25 East, NMPM, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Clydesdale "1" Fee Well No. 1H, to be horizontally drilled from a surface location 150 feet from the South line and 380 feet from the West line (Unit M) to a bottom hole location 330 feet from the North line and 380 feet from the West line (Unit D) of Section 1. 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 of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.

20. CASE 14793 (Continued from the January 19, 2012 Examiner Hearing.)

Application of COG Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the E/2 E/2 of Section 1, Township 19 South, Range 25 East, NMPM, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Clydesdale "1" Fee Well No. 4H, to be horizontally drilled from a surface location 150 feet from the South line and 1040 feet from the East line (Unit P) to a bottom hole location 330 feet from the North line and 1040 feet from the East line (Unit A) of Section 1. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost

## Examiner Hearing -February 2, 2012 Docket No. 4-12 Page 6 of 6

thereof as well as actual operating costs and charges for supervision, designation of COG Operating, LLC as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.

21. CASE 14794: (Continued from the January 19, 2012 Examiner Hearing.)

Application of COG Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the W/2 W/2 of Section 31, Township 18 South, Range 26 East, NMPM, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Falabella "31" Fee Well No. 1H, to be horizontally drilled from a surface location 150 feet from the South line and 380 feet from the West line (Unit M) to a bottom hole location 330 feet from the North line and 380 feet from the West line (Unit D) of Section 31. 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 of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.

22. CASE 14795: (Continued from the January 19, 2012 Examiner Hearing.)

Application of COG Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the E/2 E/2 of Section 31, Township 18 South, Range 26 East, NMPM, and (2) pooling all mineral interests in the Glorieta-Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Falabella "31" Fee Well No. 4H, to be horizontally drilled from a surface location 150 feet from the South line and 1040 feet from the East line (Unit P) to a bottom hole location 330 feet from the North line and 1040 feet from the East line (Unit A) of Section 31. 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 of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles North of Carlsbad, New Mexico.

23. CASE 14629: (Continued from the December 15, 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.