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and a charge for risk involved in drilling the well. The proposed well and lands are located approximately 7 miles west of Gatuna Canyon, New Mexico.

- CASE 14833: Application of COG Operating LLC for a non-standard spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard 160-acre spacing and proration unit comprised of the E/2 W/2 of Section 9, Township 19 South, Range 26 East, NMPM, and (2) pooling all mineral interests in the Yeso formation, Atoka-Glorieta-Yeso Pool, underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Stonewall 9 Fee No. 2H well, to be horizontally drilled from a surface location 150 feet from the North line and 1700 feet from the West line (Unit C) to a bottom hole location 330 feet from the South line and 1700 feet from the West line (Unit N) of Section 9. The completed interval for this well will be within the 330-foot standard offset required by the rules. 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 13 miles South of Artesia, New Mexico.
- 10. CASE 14834: Application of Cobalt Operating, LLC for authorization to inject produced water, Lea County, New Mexico. Applicant in the above-styled cause seeks authorization to inject produced water into the Strawn formation, SWD; Strawn Pool (Pool Code 96188), through the Consolidated State Well No. 3 (API 30-025-29711) located 660 feet from the North line and 2128 feet from the West line of Section 9, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico. This well is located approximately 8 miles southeast of Lovington, New Mexico.
- 11. <u>CASE 14835</u>: Application of Coulthurst Management & Investment, LLC, for Authorization to Inject as Part of a Pressure Maintenance Project, Sandoval County, New Mexico. Applicant in the above-styled cause seeks authorization to inject produced water in the Menefee formation, South San Luis-Mesaverde Pool, through the Erin No. 2 well (API 30-043-20862), located 990 feet from the North line and 2310 from the West line (Unit C) of Section 33, Township 18 North, Range 3 West, N.M.P.M., Sandoval County, New Mexico. The proposed project area is approximately 520 acres in size, consisting of the W/2, N/2 NE/4, N/2 SE/4, SE/4 SE/4 of said Section. The Erin No. 2 well and proposed project area are located approximately 6 miles southeast of Torreon, New Mexico.
- 12. CASE 14582: (Re-opened)

The Division will hear arguments on the Motion to Re-open filed by Nearburg Exploration Company, LLC in Case No. 14582, the application of Cimarex Energy Co. for approval of a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. In the original case, Cimarex Energy Co. sought an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the E/2 E/2 of Section 23, Township 20 South, Range 34 East, NMPM. Applicant further sought the pooling of all mineral interests in the Bone Spring formation underlying the E/2 E/2 of Section 23 to form a non-standard 160-acre oil spacing and proration unit (project area) for any pools or formations developed on 40-acre spacing within that vertical extent. The unit was dedicated to the Lynch 23 Fed. Well No. 2, a horizontal well to be drilled at a surface location in the NE/4 NE/4, with a terminus in the SE/4 SE/4, of Section 23. The motion to re-open seeks to determine whether Cimarex can propose an additional well under the terms of Order No. R-13357, the order previously issued in this case. The unit is located approximately 16 miles West-Southwest of Monument, New Mexico.

13. CASE 14826: (Continued from the April 26, 2012 Examiner Hearing.)

Application of Nearburg Exploration Company, LLC for a non-standard spacing and proration unit and compulsory pooling, Lea 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 23, Township 20 South, Range 34 East, NMPM, and (2) pooling all mineral interests in all producing reservoirs within the Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Laguna 23 Fed Com Well No. 2H, to be horizontally drilled from a surface location 330 feet from the South line and 660 feet from

the West line (Unit M) to a bottom hole location 330 feet from the North line and 660 feet from the West line