Examiner Hearing – September 4, 2014 Docket No. 27-14 Page 3 of 5

- 8. CASE 15175: (Continued from the August 21, 2014 Examiner Hearing.)
 - Application of Pride Energy Company for a non-standard oil spacing and proration unit, an unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Pride Energy Company seeks 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 13, Township 19 South, Range 34 East. NMPM, Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit is to be dedicated to the Snyder 13 State Well No. 1H, a horizontal well with a surface location 330 feet from the north line and 660 feet from the east line, and an unorthodox terminus 330 feet from the south line and 660 feet from the east line, of Section 13. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, 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 10 miles south of Buckeye, New Mexico.
- 9. CASE 15176: (Continued from the August 21, 2014 Examiner Hearing.)
 - Application of Pride Energy Company for a non-standard oil spacing and proration unit, an unorthodox oil well location, and compulsory pooling, Lea County, New Mexico. Pride Energy Company seeks an order approving a 160-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2 E/2 of Section 13. Township 19 South, Range 34 East, NMPM. Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit is to be dedicated to the Snyder 13 State Well No. 2H, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the east line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the east line, of Section 13. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, 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 10 miles south of Buckeye, New Mexico.
- 10. CASE 15177: (Continued from the August 21, 2014 Examiner Hearing.)
 - Application of Pride Energy Company for a non-standard oil spacing and proration unit, four unorthodox oil well locations, and compulsory pooling, Lea County, New Mexico. Pride Energy Company seeks an order approving a 640-acre non-standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of all of Section 13, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non-standard unit (project area) for any pools or formations developed on 40 or 80 acre spacing within that vertical extent. The unit will be dedicated to:
 - (a) The Snyder 13 State Well No. 1H, a horizontal well with a surface location 330 feet from the north line and 660 feet from the east line, and an unorthodox terminus 330 feet from the south line and 660 feet from the east line, of Section 13;
 - (b) The Snyder 13 State Well No. 2H, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the east line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the east line, of Section 13:
 - (c) The Snyder 13 State Well No. 3H, a horizontal well with a surface location 330 feet from the north line and 1980 feet from the west line, and an unorthodox terminus 330 feet from the south line and 1980 feet from the west line, of Section 13; and
 - (d) The Snyder 13 State Well No. 4H, a horizontal well with a surface location 330 feet from the north line and 660 feet from the west line, and an unorthodox terminus 330 feet from the south line and 660 feet from the west line, of Section 137

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, 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 unit is located approximately 10 miles south of Buckeye, New Mexico.

- 11. CASE 15172: (Continued from the August 7, 2014 Examiner Hearing.)
 - In the matter of the application of the Oil Conservation Division of the Energy, Minerals and Natural Resources Department upon it's own motion for an order creating a new Mancos oil pool for horizontal well development solely within the WPX Project Area as defined in Case No. 15102, Order No. R-13817, in Sandoval and Rio Arriba Counties, New Mexico, (hereby the "Northeast Chaco Horizontal Well Oil Pool") and giving notice to all persons and parties interested in the subject matter thereof to show cause why such a "Northeast Chaco Horizontal Well Oil Pool" should not be made.
 - (a) CREATE a new pool solely within the WPX Project Area as defined in Case No. 15102, Order No. R-13817, in Sandoval and Rio Arriba Counties, New Mexico classified as an oil pool for horizontal well development designated as the "Northeast Chaco Horizontal Well Oil Pool." The horizontal limits of said pool would comprise: