

**STATE OF NEW MEXICO  
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES  
OIL CONSERVATION DIVISION**

**AMENDED APPLICATION OF COG OPERATING LLC  
FOR A NON-STANDARD SPACING AND  
PRORATION UNIT AND COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO.**

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**CASE NO. 15105 (re-opened)**

**AMENDED APPLICATION**

COG Operating LLC, ("COG") through its undersigned attorneys, hereby makes application to the Oil Conservation Division to amend the pooled formation and to pool additional mineral interest owners under the terms of compulsory pooling Order R-13823, which created and pooled the mineral interests in the Bone Spring formation underlying the E/2 SE/4 of Section 6 and the E/2E/2 of Section 7, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. In support of this application, COG states:

1. Under Division Order R-13823, entered March 20, 2014, the Division created a 240-acre non-standard spacing and proration unit in the Bone Spring formation (Scharb-Bone Spring Pool (pool code 55610)) consisting of the E/2 SE/4 of Section 6 and the E/2E/2 S of Section 7, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico and pooled certain uncommitted mineral interest owners in this spacing and proration unit ("the Unit").

2. Under Order R-13823, the Unit is to be initially dedicated to COG's proposed **Airstrip Fee Com Well No. 1H** (API No. 30-025-41152), which is proposed to be drilled as a horizontal well at a surface location 190 feet from the South line and

460 feet from the East line (Unit P) of Section 7 to a standard terminus 2180 feet from the South line and 510 feet from the East line (Unit I) of Section 6. The completed interval complies with the setback requirements of the Scharb-Bone Spring Pool.

3. COG respectfully requests the pooling of mineral interests be limited to those owners with an interest in the Third Bone Spring Sand underlying the non-standard unit, located between the stratigraphic equivalent of 10,560-10,790 feet total vertical depth.

4. Limitation of this producing formation under Division Order R-13823 will prevent waste and will protect correlative rights.

5. Additional mineral interest owners in the Third Bone Spring Sand have also been identified since the entry of Order R-13823.

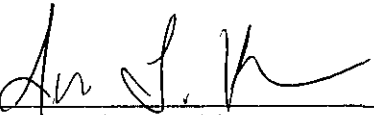
6. The pooling of additional mineral interest owners under the terms of Order R-13823 will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

7. In order to obtain COG's just and fair share of the oil and gas underlying the Unit, all remaining uncommitted mineral interests in the Unit should be pooled pursuant to the terms of Division Order R-13823, as amended by this application.

WHEREFORE, COG Operating LLC requests that this application be set for hearing before an Examiner of the Oil Conservation Division on March 5, 2015, and, after notice and hearing as required by law, the Division amend Order R-13823 to limit the pooled formation to the Third Bone Spring Sand and pooling additional mineral interest owners therein.

Respectfully submitted,

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**ATTORNEYS FOR COG OPERATING LLC**

- . **CASE 15105 (re-opened):**      **Amended Application of COG Operating LLC to Amend Order R-13823 to Limit Pooled Formation and to Compulsory Pool Additional Mineral Interest in the Approved Spacing Unit, Lea County, New Mexico.** Applicant in the above-styled cause seeks an to amend Division Order R-13823 to limit the pooled formation to the Third Bone Spring Sand and to include the pooling of additional mineral interests in the Scharb-Bone Spring Pool (pool code 55610) underlying the 240-acre oil spacing and proration unit created under Division Order R-13823. The spacing and proration unit consists of the E/2 SE/4 of Section 6 and the E/2E/2 of Section 7, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. Said area is located approximately 23 miles west of Hobbs, New Mexico.