

**Examiner Hearing – December 17, 2015**

**Docket No. 37-15**

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Mexico and (2) pooling all mineral interests in the Yeso formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed **Custer 16 State No. 4H Well**, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) to a standard bottom hole location in the NE/4 NE/4 (Unit A) of Section 16. The completed interval for this well will remain 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 1.6 miles northwest of Lakewood, NM.

**20. Case No. 15345:** (Continued from the December 3, 2015 Examiner Hearing.)

**Application of LG&S Oil Company, LLC for approval of a salt water disposal well, Eddy County, New Mexico.** Applicant seeks an order approving disposal of produced water into the Queen formation at depths of 3280 feet to 3570 feet subsurface in the Kcohane B Federal 3 Well, located 1980 feet from the North line and 1980 feet from the West line, Unit F, of Section 28, Township 18 South, Range 31 East, NMPM, Eddy County, New Mexico. The well is located approximately 10 miles south of Maljamar, New Mexico.

**21. Case No. 15370:** (Continued from the November 12, 2015 Examiner Hearing.)

**Application of Permian TDS, LLC, for approval of a salt water disposal well, Eddy County, New Mexico.** Applicant seeks an order for a salt water disposal well in its **Canadian Kenwood Fed#1**, located 660' FSL and 1980' FWL, Unit N, Section 17, Township 18 South, Range 31 East, N.M.P.M., Eddy County, New Mexico. The well is located approximately 8 miles south of Maljamar, New Mexico.

**22. Case No. 15371:** (Continued from the November 12, 2015 Examiner Hearing.)

**Application of Smith and Marrs Inc., for approval of a pressure maintenance project, in Eddy County, New Mexico.** Applicant seeks approval to institute a lease pressure maintenance project in its **Superior State Well #1**, located 1980' FNL and 660' FEL, Unit H, Section 8, Township 25 South, Range 30 East, N.M.P.M., Eddy County, New Mexico. Applicant intends to inject produced water into the Delaware Sand formation at depths of 3736-3776 feet (perforated). The well is located approximately 10 miles south east of Malaga, New Mexico.

**23. Case No. 15427:** (This case will be continued to the January 7, 2016 Examiner Hearing.)

**Application Of Yates Petroleum Corporation For Approval Of The Wolverine Federal State Exploratory Unit, Lea County, New Mexico.** Applicant seeks approval of its Wolverine Federal State Exploratory Unit consisting of approximately 2,320.96 acres of State and Federal lands in Lea County, New Mexico, comprised of the following acreage:

TOWNSHIP 23 SOUTH, RANGE 35 EAST, N.M.P.M.

Section 6: Lots 6, 7, E/2 SW/4 and SE/4 (S/2)

Section 7: Lots 1, 2, 3, 4, E/2 W/2, E/2 (All)

Section 17: All

Section 18: All

The unitized interval is the surface to the base of the Wolfcamp formation. The subject acreage is located approximately 19.14 miles southwest of Eunice, New Mexico.

**24. Case No. 15428:** **Application Of WPX Energy Production, LLC For Approval Of The Ridge Unit; Creation Of A New Pool For Horizontal Development Within The Unit Area, And For Allowance Of 330 Foot Setbacks From The Exterior Of The Proposed Unit, San Juan County, New Mexico.** Applicant seeks approval of its Ridge Unit consisting of approximately 2,080 acres of Federal lands situated in all or parts of the Sections 22-25 Township 24 North, Range 8 West, San Juan County, New Mexico. The unitized interval includes the Mancos formation at a measured depth of 4,312 feet down to the stratigraphic equivalent of the top of the Graneros formation at a measured depth of 6,115 feet as encountered in the **Bright Angel #1 Well** in Section 27, Township 24, Range 8 West, N.M.P.M. In addition, Applicant seeks an order creating a new pool within the unitized interval for horizontal well development that will allow for wells to be located anywhere within the proposed Unit Area so long as the completed interval is no closer than 330 feet from the outer boundary of the proposed Unit. The subject acreage is located approximately 5 miles northeast of Nageezi, New Mexico.