

Examiner Hearing – December 17, 2015

Docket No. 37-15

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actual operating costs and charges for supervision, designation of RKI Exploration and Production as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 10.5 miles southwest of Ross Place, New Mexico.

14. Case No. 15421: *(This case will be dismissed.)*

Application of COG Operating LLC for approval of an unorthodox location, Eddy County, New Mexico. Applicant seek an order authorizing an unorthodox well location for its Bradley 8 Fee No. 5H (API No. 30-015-43004), a horizontal well to be drilled from a surface location 150 feet from the South line and 1157 feet from the West line, Section 8, Township 19 South, Range 26 East (Unit M). The bottom hole will be located 330 feet from the North line, 1157 feet from the West line (Unit D). The project area is located within the Wildcat: G-01 S192617K Glor-Yeso Pool(97788). This pool is subject to Statewide Rules set forth in 19.15.15 NMAC, which require 40-acre spacing units and 330 foot setbacks from the outer boundary of a project area for oil wells. The proposed **Bradley 8 Fee No. 5H** will therefore encroach on the spacing units to the East, Northeast, and Southeast of the proposed spacing unit. This area is located approximately 3 miles northwest of Lakewood, New Mexico.

15. Case No. 15422: *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, 320-acre, more or less, spacing and proration unit comprised of the W/2 E/2 of Section 21 and the W/2 E/2 of Section 28, Township 25 South, Range 29 East, NMPM, Eddy County, New Mexico and (2) pooling all mineral interests in the Bone Spring formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed **Admiral Federal Com No. 2H Well**, which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 28 to a standard bottom hole location in the NW/4 NE/4 (Unit B) of Section 21. 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 10 miles southeast of Malaga, NM.

16. Case No. 15423: *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, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 16, Township 19 South, Range 26 East, Eddy County, New 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 Com No. 1H Well**, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) to a standard bottom hole location in the NW/4 NW/4 (Unit D) 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 2 miles northwest of Lakewood, NM.

17. Case No. 15424: *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, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 16, Township 19 South, Range 26 East, Eddy County, New 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 Com No. 2H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) to a standard bottom hole location in the NE/4 NW/4 (Unit C) 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 1.9 miles northwest of Lakewood, NM.

18. Case No. 15425: *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, more or less, spacing and proration unit comprised of the W/2 E/2 of Section 16, Township 19 South, Range 26 East, Eddy County, New 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 Com No. 3H Well**, which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) to a standard bottom hole location in the NW/4 NE/4 (Unit B) 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 1.7 miles northwest of Lakewood, NM.

19. Case No. 15426: *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, more or less, spacing and proration unit comprised of the E/2 E/2 of Section 16, Township 19 South, Range 26 East, Eddy County, New