## Examiner Hearing – June 9, 2016 Docket No. 22-16 Page 2 of 3

- 4. Case No. 15495: (Continued from the May 26, 2016 Examiner Hearing.)
- 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 S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM, Eddy County and (2) pooling all mineral interests in the Yeso formation from a depth of 4,000 feet to the bottom of the Yeso underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Halberd 27 State Com No. 21H Well, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 26 to a standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 27. 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 15 miles east of Artesia, New Mexico.
- 5. <u>Case No. 15496</u>: (Continued from the May 26, 2016 Examiner Hearing.)
- 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 S/2 S/2 of Section 27, Township 17 South, Range 28 East, NMPM, Eddy County and (2) pooling all mineral interests in the Yeso formation from the top of the Yeso to a depth of 4,000 feet underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Halberd 27 State Com No. 1H Well, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 26 to a standard bottom hole location in the SW/4 SW/4 (Unit M) of Section 27. 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 15 miles east of Artesia, New Mexico.
- 6. <u>Case No. 15499</u>: Application of COG Operating LLC for a non-standard spacing and proration unit and compulsory pooling, Lea 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 N/2 S/2 of Section 9, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Yeso formation from the top of the Paddock to the base of the Blinebry. Said non-standard unit is to be dedicated to applicant's proposed Branex Federal Com No. 15H Well, which will be horizontally drilled from a surface location in the NW/4 SW/4 (Unit L) to a standard bottom hole location in the NE/4 SE/4 (Unit I) of Section 9. 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 I mile south of Maljamar NM.
- 7. \( \tag{Case No. 15471:}\) (Continued from the May 12, 2016 Examiner Hearing.)
- Application Of Encana Oil & Gas (USA) Inc. For Approval Of The Ponderosa 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 Ponderosa Unit consisting of 19,839 acres, more or less, of Federal, State, and Indian Allotted lands situated in all or parts of Sections 5-8 of Township 23 North, Range 9 West, N.M.P.M., all or parts of Sections 1-14 and 17-20 of Township 23 North, Range 10 West, all or parts of Sections 1, Section 11-15, and Section 22-24 of Township 23 North, Range 11 West, N.M.P.M., all or parts of Section 31, Township 24 North, Range 9 West, N.M.P.M., and all of Section 36, Township 24 North, Range 11 West, N.M.P.M., San Juan County, New Mexico. The unitized interval is the stratigraphic equivalent of the interval described as the Mancos Shale Group, including the genetically related rocks from 100 feet below the stratigraphic equivalent of the top of the Mancos Shale (base of Mesa Verde Group) to the to the stratigraphic equivalent of the base of the Greenhorn Limestone (top of the Graneros Shale) as shown in the Kinbeto R G-Federal 1 well (API # 3004525087) well in Section 8, Township 23, North, Range 10 West, N.M.P.M., extending from 3,450' to 5,155' (measured depth). In addition, Applicant seeks an order creating a new pool for the unitized interval underlying the proposed Unit Area that will allow for 330 foot setbacks from the exterior of the proposed Unit. The subject acreage is located approximately 10 miles west of Nageezi, New Mexico.
- 8. <u>Case No. 15337</u> (re-opened): Application Of Encana Oil & Gas (USA) Inc. To Amend Order Order R-14067 To Expand The Venado Canyon Unit, Sandoval County, New Mexico. Applicant seeks to amend Order R-14067 to expand the geographic area of the Venado Unit by 960.00 of leased and unleased Federal lands. The proposed expanded Unit Area will consist of approximately 5,280.00 acres of Federal and Fee lands located in all or parts of the following sections in Sandoval County, New Mexico: Sections 1, 10-15, and 22-24 of T-22-N, R-6-W. The unitized interval is the Mancos formation defined as 100 feet below the stratigraphic equivalent of the top of the Mancos Shale (base of Mesa Verde Group) to the stratigraphic equivalent of the base of the Greenhorn Limestone as shown in the Double Ought No. 1 Well (30-043-20089) located in Unit N of Section 12, Township 22 North, Range 6 West, N.M.P.M. The subject acreage is located approximately 4 miles southeast of Counselor, New Mexico.