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

AMENDED APPLICATION OF COG OPERATING LLC, TO RE-OPEN CASE NO. 15090 TO POOL THE INTERESTS OF ADDITIONAL MINERAL OWNERS UNDER THE TERMS OF COMPULSORY POOLING ORDER R-13808, EDDY COUNTY, NEW MEXICO.

CASE NO. 15090 (re-opened)

<u>APPLICATION</u>

COG OPERATING LLC, ("COG") through its undersigned attorneys, hereby submits this amended application to the Oil Conservation Division to pool the interests of additional mineral owners within the Atoka-Glorieta-Yeso Pool under the terms of compulsory pooling order R-13808. Order R-13808 created a non-standard spacing and proration unit comprised of the W/2 W/2 of Section 6, Township 19 South, Range 26 East, NMPM in Eddy County, New Mexico, and pooled the mineral interests in the Yeso formation underlying said unit. In support of its amended application, COG states:

- 1. Under Division Order R-13808, entered on March 11, 2014, the Division created a 160-acre non-standard spacing and proration unit in the Yeso formation (Atoka-Glorieta-Yeso Pool (3250)) consisting of the W/2 W/2 of Section 6, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico, and pooled certain uncommitted mineral interest owners in this spacing and proration unit ("the Unit").
- 2. Order R-13808 dedicated the non-standard spacing and proration unit to the Arabian 6 Fee Well No. 10H Well (API No. 30-015-42004), which was drilled from a surface location 150 feet from the South line and 210 feet from the West line (Lot 4) of Section 31, to a standard bottomhole location 330 feet from the South line and 530 feet from the West line (Lot 7) of Section 6.

3. Multiple additional mineral interest owners are no longer committed to the Arabian 6 Fee Well No. 10H Well due to a lease expiration issue and termination of a Joint Operating Agreement that occurred after the entry of Order R-13808.

4. COG also seeks to pool the Atoka and Glorieta formations, in addition to the Yeso formation, within the Atoka-Glorieta-Yeso Pool (3250).

5. The pooling of additional mineral interest owners and formations under the terms of Division Order R-13808 will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.

6. 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 orders R-13808.

WHEREFORE, COG Operating LLC requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on August 4, 2016, and, after notice and hearing as required by law, the Division enter an amended order pursuant to the terms of existing Division Order R-13808.

Respectfully submitted,

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Readvertised

CASE 15090 (re-opened): Amended Application of COG Operating LLC To Re-Open Case No. 15090 To Pool The Interests Of Additional Mineral Owners Under The Terms Of Compulsory Pooling Order R-13808, Eddy County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order R-13808 to include the pooling of additional mineral interests in the Yeso, Atoka, and Glorieta formations ((Atoka-Glorieta-Yeso Pool (3250)) consisting of the W/2 W/2 of Section 6, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico. Said unit is dedicated to the applicant's Arabian 6 Fee No. 10H Well and is located approximately 8 miles Southwest of Dayton, New Mexico.