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

APPLICATION OF NEARBURG EXPLORATION COMPANY L.L.C., SRO2 LLC AND SRO LLC FOR AN ACCOUNTING AND LIMITATION ON RECOVERY OF WELL COSTS AND FOR CANCELLATION FOR PERMIT TO DRILL, EDDY COUNTY, NEW MEXICO

> CASE NO. 15441 ORDER NO. R-14187-A

ORDER OF THE COMMISSION SCHEDULING HEARING

This matter came before the Oil Conservation Commission ("Commission") on COG's Request for a Prehearing Conference to Set these Matters for Hearing Before the Commission ("COG's Request") and Applicant's Response to COG's request for a Prehearing Conference ("Applicant's Response"). The Commission Chair, having reviewed the filings, enters the following findings and order:

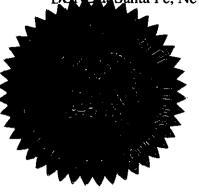
1. Nearburg Exploration Company, L.L.C., SRO2 LLC, and SRO3 LLC (collectively "Nearburg") filed an Application for Hearing De Novo on July 29, 2016, requesting a hearing de novo on Case No. 15441. Case No. 15441, along with Cases 15481 and 15482, had been heard before a hearing examiner and decided by Oil Conservation Division ("Division") Order No. R-14187 on June 29, 2016. Nearburg requested that the Commission hear this case in December 2016.

2. On September 16, 2016, COG Operating LLC ("COG") filed COG's Request with the Commission requesting that the Commission hold a pre-hearing conference in this matter for the purpose of setting the hearing for the November 10, 2016 Commission meeting.

3. On October 3, 2016, Nearburg filed Applicant's Response with the Commission opposing the November 2016 hearing date and proposing a hearing for January 2017 due to conflicts with another lengthy hearing set for December 2016.

4. The Commission, having reviewed the arguments of the parties and having considered the availability of the Commission, hereby sets the Hearing on this matter for January 2017. A specific date for the hearing will be forthcoming.

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DONE at Santa Fe, New Mexico on this 7th day of October, 2016.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

David R. Catanad

DAVID R. CATANACH, Chair

SEAL