Examiner Hearing – October 27, 2016 Docket No. 43-16 Page 3 of 9

Section 5, Township 24 South, Range 28 East, NMPM, to form a standard 320.20-acre gas spacing and proration unit. The unit is to be dedicated to the **Zeppelin 5 W2EH Fee Well No. 1H**, a horizontal well with a surface location 2310 feet from the north line and 205 feet from the east line, and a terminus 2310 feet from the north line and 330 feet from the west line, of Section 5. The location is unorthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 3 miles south-southwest of Loving, New Mexico.

8. <u>Case No. 15562</u>: Application of Mewbourne Oil Company for a non-standard spacing and proration unit, compulsory pooling, and an unorthodox gas well location, Eddy County, New Mexico. Mewbourne Oil Company seeks an order approving a 640-acre non-standard spacing and proration unit in the Wolfcamp formation underlying the W/2 of Section 22 and the W/2 of Section 27, Township 26 South, Range 27 East, NMPM, pooling all mineral interests in the Wolfcamp formation underlying the non-standard spacing and proration unit, and approving an unorthodox gas well location. The unit is to be dedicated to the Owl Draw 27/22 W2NC Fed. Com. Well No. 2H, a horizontal well with a surface location 170 feet from the south line and 2230 feet from the west line of Section 27, and a terminus 330 feet from the north line and 2310 feet from the west line of Section 22. The beginning and end of the producing interval will be unorthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 13-1/2 miles south-southeast of Black River Village, New Mexico.

9. <u>Case No. 15563</u>: Application of Matador Production Company for compulsory pooling and approval of an unorthodox gas well location, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying Lots 1-4 and the E/2 W/2 (the W/2) of Section 30, Township 23 South, Range 28 East, NMPM (East Black River-Wolfcamp Gas Pool), to form a standard 318.94 acre gas spacing and proration unit. The unit will be dedicated to the Jim Tom Lontos 30-23S-28E RB Well No. 221H, a horizontal well with a surface location 492 feet from the south line and 467 feet from the west line of Section 30. The producing interval will be unorthodox, with the first perforation 330 feet from the south and west lines, and the last perforation 330 feet from the north and west lines, of Section 30. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 2 miles southwest of Loving, New Mexico.

10. <u>Case No. 15564</u>: Application of OGX Operating, LLC for a non-standard spacing and proration unit, compulsory pooling, and an unorthodox gas well location, Eddy County, New Mexico. OGX Operating, LLC seeks an order approving a 463.96-acre non-standard spacing and proration unit in the Wolfcamp formation comprised of Lots 5, 6, 11, and 12 (the E/2) of Section 33, and the E/2 of Section 28. Township 26 South, Range 29 East, NMPM, pooling all mineral interests in the Wolfcamp formation underlying the non-standard spacing and proration unit, and approving an unorthodox gas well location. The unit is to be dedicated to the Littlefield 33 Fed. Com. Well No. 1H, a horizontal well with a surface location 330 feet from the south line and 2130 feet from the east line of Section 33, and a terminus 330 feet from the north line and 2310 feet from the east line of Section 28. The producing interval will be unorthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 2-1/2 miles east-northeast of the intersection of U.S. Highway 285 with the New Mexico/Texas state line.

11. <u>Case No. 15565</u>: Application of OGX Operating, LLC for a non-standard spacing and proration unit, compulsory pooling, and an unorthodox gas well location, Eddy County, New Mexico. OGX Operating, LLC seeks an order approving a 463.13 acre non-standard spacing and proration unit in the Wolfcamp formation comprised of Lots 7-10 (the W/2) of Section 33, and the W/2 of Section 28, Township 26 South, Range 29 East, NMPM, pooling all mineral interests in the Wolfcamp formation underlying the non-standard spacing and proration unit, and approving an unorthodox gas well location. The unit is to be dedicated to the Littlefield 33 Fed. Com. Well No. 2H, a horizontal well with a surface location 330 feet from the south line and 2210 feet from the west line of Section 33, and a terminus 230 feet from the north line and 2409 feet from the west line of Section 28. The producing interval will be unorthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 2 miles east-northeast of the intersection of U.S. Highway 285 with the New Mexico/Texas state line.

12. <u>Case No. 15566</u>: Application of Burnett Oil Co., Inc. for a non-standard oil spacing and proration unit and compulsory pooling, Eddy County, New Mexico. Burnett Oil Co., Inc. seeks an order approving a 120-acre non-standard oil spacing and proration unit (project area) in the Glorieta-Yeso formation (Fren Glorieta-Yeso Pool) comprised of the NW/4 SE/4 and N/2 SW/4 of Section 12, Township 17 South, Range 31 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Glorieta-Yeso formation underlying the non-standard unit. The unit will be dedicated to the Nosler 12 Fed. LJ Well No. 7H, a horizontal well with a surface location in the NW/4 SW/4, a first take point at an orthodox location in the NW/4 SW/4, and a