



Douglas A. Ducey
Governor

State of Arizona
Oil and Gas Conservation Commission

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Dennis L. Turner, Oil and Gas Administrator

Commissioners:
Frank Thorwald, Chair
J. Dale Nations, Ph.D., Vice Chair
Stephen R. Cooper
William C. Feyerabend

MINUTES OF HEARING
THE COBALT GROUP, LLC WELL SPACING EXCEPTIONS
OCTOBER 26, 2018

PRESENT:

Mr. Frank Thorwald,	Chairman, Arizona Oil & Gas Conservation Commission ("AOGCC")
Dr. Dale Nations,	AOGCC Vice Chairman (via phone)
Mr. Stephen R. Cooper,	AOGCC Member
Mr. Bill Feyerabend,	AOGCC Member
Mr. Rick Zeise,	AOGCC Counsel
Mr. Dennis Turner,	Oil & Gas Program Administrator

CALL TO ORDER

Mr. Thorwald called the AOGCC Public Hearing of October 26, 2018 to order at 10:30 a.m. in Room 3100B at the Arizona Department of Environmental Quality, Phoenix, Arizona.

DISCUSSION and VOTE on THE COBALT GROUP'S WELL SPACING EXCEPTIONS.

Scott Bowles, Geologist for The Cobalt Group, LLC, made a brief presentation and requested the AOGCC grant spacing exceptions for Cobalt's four proposed wells and their depths:

Well name	Proposed depth (ft.)
Cobalt 20-21-24 #1 State	2,500
Cobalt 20-22-8 #1 State	2,500
Cobalt 20-22-9 #1 Jeffers	4,000
Cobalt 20-22-17 #1 Jeffers	4,000

Mr. Dixon stated that he supported the proposed drilling projects.

The proposed depths will test various formations, including the Moenkopi, Coconino, Supai, Naco and Martin.

After the Commission discussed the matter, Dr. Nations said the spacing exceptions for the Cobalt wells are justified, based on the geological interpretations and seismic data and moved, seconded by Mr. Feyerabend:

THAT SPACING EXCEPTIONS FOR THE APPLICATIONS TO DRILL THE COBALT 20-21-24 #1 STATE, COBALT 20-22-8 #1 STATE, COBALT 20-22-9 #1 JEFFERS AND COBALT 20-22-17 #1 JEFFERS BE APPROVED AS SUBMITTED.

The motion passed unanimously 4-0.

Mr. Thorwald asked for public comment. None was received.

The Hearing was adjourned at 10:41 a.m.

REVIEWED



FRANK THORWALD
CHAIRMAN

12/27/2018
DATE

GUESTS IN ATTENDANCE:

Joe Dixon, AZ State Land Dept.
David Haag, AZ State Land Dept.
Todd Clement, Triomphe Energy
Scott Bowles, Triomphe Energy

James H. Ballard
Jamie Hogue, AEP consultant
Lisa Test, Nofrackingaz.com (via phone)