



Douglas A. Ducey
Governor

State of Arizona
Oil and Gas Conservation Commission
1110 W. Washington Street, Phoenix, AZ 85007
602-771-4501
www.azogcc.az.gov
Dennis L. Turner, Oil and Gas Administrator

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

October 22, 2018

IN THE MATTER OF APPLICATION TO:
EXCEPTION TO SPACING RULE, FILED BY:

THE COBALT GROUP, LLC

ON SECTION 24, TOWNSHIP 20 NORTH
RANGE 21 EAST, G&SRM (Cobalt 20-21-24 #1 State)
ON SECTION 8, TOWNSHIP 20 NORTH
RANGE 22 EAST, G&SRM (Cobalt 20-22-8 #1 State)
ON SECTION 9, TOWNSHIP 20 NORTH
RANGE 22 EAST, G&SRM (Cobalt 20-22-9 #1 Jeffers)
ON SECTION 17, TOWNSHIP 20 NORTH
RANGE 22 EAST, G&SRM (Cobalt 20-22-17 #1 Jeffers)

NOTICE OF HEARING

THE COBALT GROUP, LLC., having filed application and notice of intention to drill four (4) new wells on Section 24, Township 20 North, Range 21 East, Section 8, Township 20 North, Range 22 East, Section 9, Township 20 North, Range 22 East, and Section 17 Township 20 North, Range 22 East, Gila and Salt River Base and Meridian and on Gila and Salt River Base and Meridian, location being in Navajo County, Arizona, and having requested that an exception be made to Arizona Administrative Code R12-7-107(B) relative to the spacing of gas wells,

IT IS HEREBY ORDERED, under the provisions of Arizona Administrative Code R12-7-107(E) that a public hearing be held at the office of the Arizona Department of Environmental Quality, 1110 West Washington Street, Phoenix Arizona on the 26th October 2018, Room 3100B at the hour of 10:30 a.m. at which time and place any and all interested parties may produce evidence as to why said application should or should not be granted.

GIVEN under my hand and the seal of the State of Arizona this 22nd day of October, 2018.

A handwritten signature in blue ink, appearing to read "Frank Thorwald", written over a horizontal line.

Frank Thorwald

Chairman, Oil Gas Conservation Commission

AGENDA FOR PUBLIC HEARING FOR THE COBALT GROUP, LLC.

October 26, 2018

10:30 a.m., Room 3100B

Arizona Department of Environmental Quality

- Presentation by The Cobalt Group, LLC: justification for well spacing exceptions, including all relevant subsurface data, for:

Cobalt 20-21-24 #1 State

Cobalt 20-22-8 #1 State

Cobalt 20-22-9 #1 Jeffers

Cobalt 20-22-17 #1 Jeffers

- The Commission shall discuss, consider and vote to grant or deny the well spacing exceptions.

Any comments provided by the public shall not exceed three (3) minutes per speaker. The overall comment period shall not exceed ten (10) minutes per side. The Commission shall have the authority to end any public discussion that exceeds ten (10) minutes per side or twenty (20) minutes in total.

NOTE: THE START TIME OF THIS HEARING IS APPROXIMATE AND WILL IMMEDIATELY FOLLOW THE CONCLUSION OF THE TRIOMPHE ENERGY HEARING FOR THE TRIOMPHE #1 WELL RECLASSIFICATION.

IMMEDIATELY FOLLOWING THE CONCLUSION OF THIS HEARING, THE COMMISSION WILL RECONVENE FOR A REGULAR PUBLIC MEETING. SEE SEPARATE AGENDA.

For additional information about this meeting, contact Dennis L. Turner, Oil and Gas Program Administrator, ogcc@azdeq.gov or (602) 771-4501. A copy of the agenda and background material provided to Commission members (with the exception of material relating to possible Executive Sessions) is available for public inspection at the Arizona Department of Environmental Quality (ADEQ), Records Management Center, 1110 W. Washington Street, Phoenix, AZ 85007, or online at <http://www.azogcc.az.gov/meetings>.

ADEQ will take reasonable measures to provide access to department services to individuals with limited ability to speak, write or understand English and/or to those with disabilities. Requests for language interpretation, ASL interpretation, CART captioning services or disability accommodations must be made at least 48 hours in advance by contacting Ian Bingham, Title VI Nondiscrimination Coordinator at 602-771-4322 or idb@azdeq.gov. Teleprinter services are available by calling 7-1-1 at least 48 hours in advance to make necessary arrangements.

ADEQ tomará las medidas razonables para proveer acceso a los servicios del departamento a personas con capacidad limitada para hablar, escribir o entender inglés y / o para personas con discapacidades. Las solicitudes de servicios de interpretación de idiomas, interpretación ASL, subtítulos de CART, o adaptaciones por discapacidad deben realizarse con al menos 48 horas de anticipación contactando a Ian Bingham, Coordinador de Anti-Discriminación del Título VI al 602-771-4322 o ibd@azdeq.gov. Los servicios de teleimpresores están disponibles llamando al 7-1-1 con al menos 48 horas de anticipación para hacer los arreglos necesarios.

To request an auxiliary aid or service for accessible communication, please contact Ian Bingham, (602) 771- 4322, idb@azdeq.gov