

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, Ph.D
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



Ms. Ocean Munds-Dry
Ocean.mnds-dry@conocophillips.com

Administrative Order NSP-2134

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

COG Operating, LLC [OGRID 229137]

Green Beret Federal Com Well No. 602H (API NO. 30-025-47879)

Green Beret Federal Com Well No. 702H (API NO. 30-025-47822)

Green Beret Federal Com Well No. 703H (API NO. 30-025-49408)

Green Beret Federal Com Well No. 704H (API NO. 30-025-49409)

Green Beret Federal Com Well No. 705H (API NO. 30-025-49410)

Green Beret Federal Com Well No. 801H (API NO. 30-025-47823)

Green Beret Federal Com Well No. 802H (API NO. 30-025-49411)

Located in Section 20 and Section 29, T25 South, R35 Lea County New Mexico

Reference is made to your application received on March 24th, 2022.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

| Description | Acres | Pool | Pool Code |
|--------------------------------|--------------|----------------------|------------------|
| Section 20 & N/2 Section 29 | 960 | Dogie Draw; Wolfcamp | 17980 |

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit comprising 960 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter-quarter section, as required by Rule 19.15.16.15(B)(3) NMAC.

We understand that you are seeking this exception for an allowance to create a 960-acre, non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are being included.

You have requested this non-standard horizontal spacing unit in order to allow for one surface production facility, reduce surface disturbance and eliminate the need for commingling. Approval will allow for density design that will reduce waste while protecting correlative rights within the referenced horizontal spacing unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau. Reference this NSP Order number on all associated material for any added well(s).

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this/these well(s) into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



ADRIENNE E. SANDOVAL
Division Director

4/28/2022

Date

AES/lrl