

## McMillan, Michael, EMNRD

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**From:** Callahan, Candace <CCallahan@bwenergylaw.com>  
**Sent:** Tuesday, July 24, 2018 4:33 PM  
**To:** McMillan, Michael, EMNRD; Brooks, David K, EMNRD; Lowe, Leonard, EMNRD; Jones, William V, EMNRD  
**Cc:** Jim Bruce; Jordan Kessler; Julia Broggi; Jennifer L. Bradfute; Deana M. Bennett  
**Subject:** Novo Oil & Gas Northern Delaware, LLC/Novo Oil & Gas, LLC Compulsory Pooling Case No. 16281, 16282, 16283, 16285 & 16286

Mike,

Although Novo's geologic exhibits have been revised to provide the additional detail we understood you wanted, I must ask that you please continue these cases to the August 9th hearing as I will be out of the country on Thursday, August 26th. Counsel for the interested parties are aware of this and do not oppose.

As requested, before leaving on vacation I will send separate emails for each of Novo's Rana Salada cases attaching amended C-102s reflecting the new well names as well as the old C-102s. If you decide a less formal supplementation of the record is acceptable, I could reach out to the parties who have entered their appearance in these cases to ask whether they would oppose supplementing the record with the revised geologic exhibits by email.

To try to address your concerns regarding the COG Operating, LLC Road Lizard Federal Com Well No. 2H, this well was drilled in the 2d Bone Spring, and COG's 100% leasehold interest in the spacing unit for this well is limited to depths from the surface to the base of the 2d Bone Spring. COG was noticed for Novo's Case Nos. 16282 and 16283, and you will find return receipt cards signed by COG in Exhibit 6 for both cases. In consequence of the depth severances, 16282 and 16283 propose only wells drilled into the 3rd Bone Spring. Additionally, Brandon Patrick, Novo's landman, has had numerous conversations with COG's landman regarding Novo's development plans for this area, and COG has consistently indicated they are not opposed to Novo's plans. If you wish, an affidavit to that effect could also be tendered.

As to any reference to an active well in Lot 1 Unit A of Section 5 it was inadvertent. To Brandon's knowledge the only active well in the area is COG's Road Lizard Federal Com No. 2H and it was that well he intended to point out.

If I can help further, please let me know.

Thank you,  
Candace



Shareholder

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