



September 3 2014

Via Certified Mail

Working Interest Owners Listed on Attached Exhibit "A"

RE Well Proposal – SRO State Com #44H

Township 26 South Range 28 East N M P M

Section 17 E/2 W/2 SHL 190 FNL & 2220 FWL (Or at a legal location in Unit C)

Section 20 E/2 W/2 BHL 330 FSL & 2220 FWL (Or at a legal location in Unit N)

Eddy County New Mexico

Dear Working Interest Owners

COG Operating LLC (COG) as Operator proposes to drill the SRO State Com #44H well as a horizontal well at the above captioned location to a TVD of approximately 8 020 and a MD of 17 800 to test the 2nd Bone Spring Sand Formation (Operation) The total cost of the Operation is estimated to be \$11 191 500 and a detailed description of the cost is set out in the enclosed Authority for Expenditure (AFE) COG anticipates that it will spud the well on or before October 14 2014

COG is proposing to drill this well under the existing SRO State Exploratory Unit Operating Agreement dated May 8 2009

If you wish to participate with your working interest in this proposal please indicate by signing and returning one copy of the enclosed AFE and a copy of this letter in the space provided below If you have any questions please do not hesitate to contact Aaron Myers at 432 688 6674

Very truly yours
COG Operating LLC

Savannah Haller
Land Technician – Delaware Basin

I/We hereby elect to participate in the SRO State Com #44H with working interest as set out in Exhibit A under the existing Operating Agreement dated May 8 2009

I/We hereby elect not to participate in the SRO State Com #44H

Company _____

By _____

Name _____

Title _____

Date _____

**NMOCC CASE Nos 15441 15481 15482
NEX SRO2 LLC AND SRO3 LLC
Exhibit No 44
February 28 2017**

CORPORATE ADDRESS
One Concho Center | 600 West Illinois Avenue | Midland Texas 79701
PHONE 432 683 7443 | FAX 432 683 7441

LOCAL ADDRESS
Concho West | 2208 Main Street | Artesia New Mexico 88210
PHONE 575 748 6940 | FAX 575 746 2096

C 024842

EXHIBIT "A"
Working Interest Owners

COG Operating LLC
Concho Oil & Gas LLC
One Concho Center
600 W Illinois Ave
Midland TX 79701
Attention Aaron Myers

Yates Petroleum Corporation
105 S Fourth St
Artesia NM 88210
Attention Janet Richardson

ABO Petroleum Corporation
105 S Fourth St
Artesia NM 88210
Attention Janet Richardson

Myco Industries, Inc
P O Box 840
Artesia NM 88211
Attention Hannah Palomin

OXY Y-1 Company
P O Box 27570
Houston TX 77227 7570
Attention Jeremy Murphrey

The Allar Company
P O Box 1567
Graham TX 76450
Attention Jack Graham

Chevron U S A Inc
P O Box 2100
Houston TX 77252
Attention NOJV Group