

State of New Mexico  
Energy, Minerals and Natural Resources Department

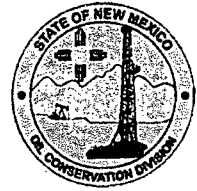
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**Susana Martinez**  
Governor

**David Martin**  
Cabinet Secretary

**Brett F. Woods, Ph.D.**  
Deputy Cabinet Secretary

**Jami Bailey, Division Director**  
Oil Conservation Division



November 6, 2014

Ms. Ocean Munds-Dry, Senior Attorney  
COG Operating, LLC  
1048 Paseo De Peralta  
Santa Fe, NM 87501

**RE: Request for Extension to Commence Drilling of the Lee 3 Fee Well No. 1H Pursuant to Division Order No. R-13791/Case No. 15075**

Dear Ms. Munds-Dry:

Reference is made to your request on behalf of COG Operating, LLC ("COG") received by the Division on November 6, 2014, for the Lee 3 Fee Well No. 1H (API No. 30-015-39586) with a surface location in Unit letter M of Section 3, Township 19 South, Range 26 East, NMPM.

It is our understanding that COG still intends to drill the proposed well but is unable to meet the obligation date of January 31, 2015, included in Ordering Paragraph (5) of Order No. R-13791. COG has stated that additional time is required to compile production data from recently completed wells in the vicinity which will assist COG in determining the economic viability of the proposed location for this well.

The Division has reviewed your request and hereby extends the final date to commence the drilling of this well to January 31, 2016. All other provisions of Order No. R-13791 remain in full force and effect.

If you have any questions, please contact Phillip Goetze at 505.476.3466.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

**JAMI BAILEY**  
Director

JB/prg

cc: Oil Conservation Division – Artesia District Office  
Case No. 15075  
Well File API 30-015-39586