## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Tony Delfin Acting Cabinet Secretary David R. Catanach, Division Director
Oil Conservation Division



September 19, 2016

Mr. William Carr, Senior Attorney COG Operating, LLC 1048 Paseo De Peralta Santa Fe, NM 87501

RE: Request for Extension to Commence Drilling of the Resolver Federal Com. Well No. 1H Pursuant to Division Order No. R-14065/Case No. 15380

Dear Mr. Carr:

Reference is made to your request on behalf of COG Operating, LLC ("COG") received by the Division on August 23, 2016, for the Resolver Federal Com. Well No. 1H (API No. 30-025-42169) with a surface location in Unit D of Section 12, Township 23 South, Range 32East, NMPM.

It is our understanding that COG still intends to drill the proposed well but is unable to meet the obligation date of October 31, 2016, included in Ordering Paragraph (5) of Order No. R-14065. COG has stated that additional time is required due to the pending construction of surface facilities to improve the economics of this well and enable COG to determine the economic viability of this location.

The Division has reviewed your request and hereby extends the final date to commence the drilling of this well to October 31, 2017. All other provisions of Order No. R-14065 remain in full force and effect.

If you have any questions, please contact Michael McMillan at 505.476.3448.

Sincerely,

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Hobbs District Office

Case No. 15380

Well File API 30-025-42169