9/27/201

TYPE NSL

де рКSC1627137791

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



e-mail Address

ADMINISTRATIVE APPLICATION CHECKLIST THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE **Application Acronyms** [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CT8-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] MSL Prod. [1] TYPE OF APPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication COG Operating LLC (229137) NSL ☐ NSP ☐ SD 30-025-43174 Windward Federal #5H WC-025 G-06 S253206M;Bone Spring Check One Only for [B] or [C] (97899)Commingling - Storage - Measurement [B] ☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR [D] Other: Specify [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners [A] Offset Operators, Leaseholders or Surface Owner [B] Application is One Which Requires Published Legal Notice [C] [D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office For all of the above, Proof of Notification or Publication is Attached, and/or, [E] [F]■ Waivers are Attached SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] OF APPLICATION INDICATED ABOVE. CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division. Note: Statement must be completed by an individual with managerial and/or supervisory capacity. Regulatory Analyst Debora L. Wilbourn Signature Print or Type Name Title dwilbourn@concho.com



September 27, 2016

Oil Conservation Division Attention: Mr. Leonard Lowe 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: A

Application for Unorthodox Well Location

Windward Federal #5H

API No. 30-025-43174

SHL: 210° FNL 530° FWL (Lot 1), Section 30-T24S-R32E

Proposed First Perf: 330' FNL 330' FWL, Sec. 30-T24S-R32E

BHL: \$

50' FSL 330' FWL (Lot 4), Section 31-T24S-R32E

Proposed Last Perf: 100' FSL 330' FWL, Sec. 31-T24S-R32E

Lea County, New Mexico

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, COG Operating LLC (COG) respectfully requests administrative approval of an unorthodox oil well location for its Windward Federal #5H well. The producing interval of this well does not meet the 330' from the outer boundary of the producing area requirement. Attached is a Form C-102 showing the project area and the producing area of this well.

COG is seeking approval of the unorthodox location in order to maximize recovery of reserves. The New Mexico Oil Conservation Division's approval of the unorthodox completed interval for the Windward Federal #5H well will allow for efficient recovery of reserves thereby preventing waste and improving well performance.

The affected offset tracts are the NE/4 NE/4, Sec.1-T25S-R31E (Tract 1) and the NW/4 NW/4 of Sec. 6-T25S-R32E (Tract 2). Devon Energy Production Company, LP is the operator of both Tracts with Chevron USA, Inc., being a 50% interest owner. A notice letter of this application has been sent by certified mail this date to said operator, as well as Chevron USA, Inc. The notice letter advises the offset operator and interest owner that in the event they have an objection to COG's application, they must file a written letter of objection with the Division within twenty (20) days from the date the Division received this application.

Thank you for your consideration of this application. Should you have questions or require further information, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely,

Debora L. Wilbourn Regulatory Analyst

Enclosure

cc: OCD Artesia

PHONE 432,683,7443 | FAX 432,683,7441

Debora S. Elelhourn

DISTRICT I DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (878) 748-1225 Fax: (878) 748-9730

State of New Mexico 1825 N. FRENCE DR., HOURS, NW 86240 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. NM 87506 Phone: (505) 476-3460 Fax: (505) 476-3462

DISTRICT III 1000 Rto BRAZOS RB., AZTEC, NM 87410 Phone: (805) 334-8178 Fax: (506) 334-8170

O AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number	Pool Code	Pool Name	
30-025-43174	97899	WC-025 G-06 S253206M; Bon	e Spring
Property Code	Prop	erty Name	Well Number
40143	WINDWAR	D FEDERAL	5H
OGRID No.		ator Name	Elevation
229137	COG PROI	DUCTION, LLC	3538.9'

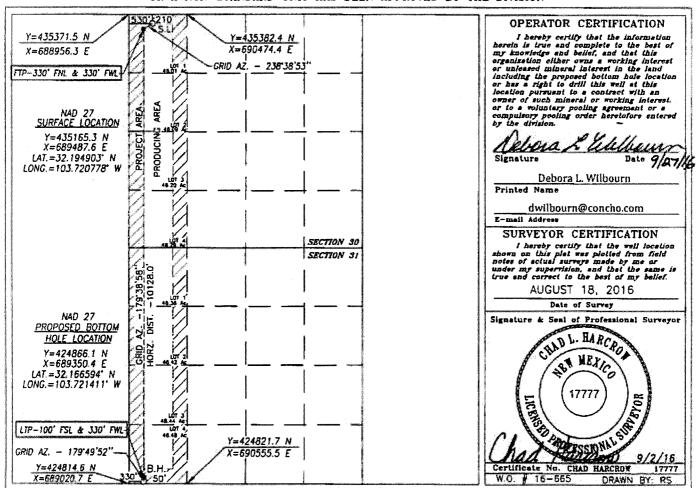
Surface Location

UL or lot No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
1	30	24-5	32-E		210	NORTH	530	WEST	LEA

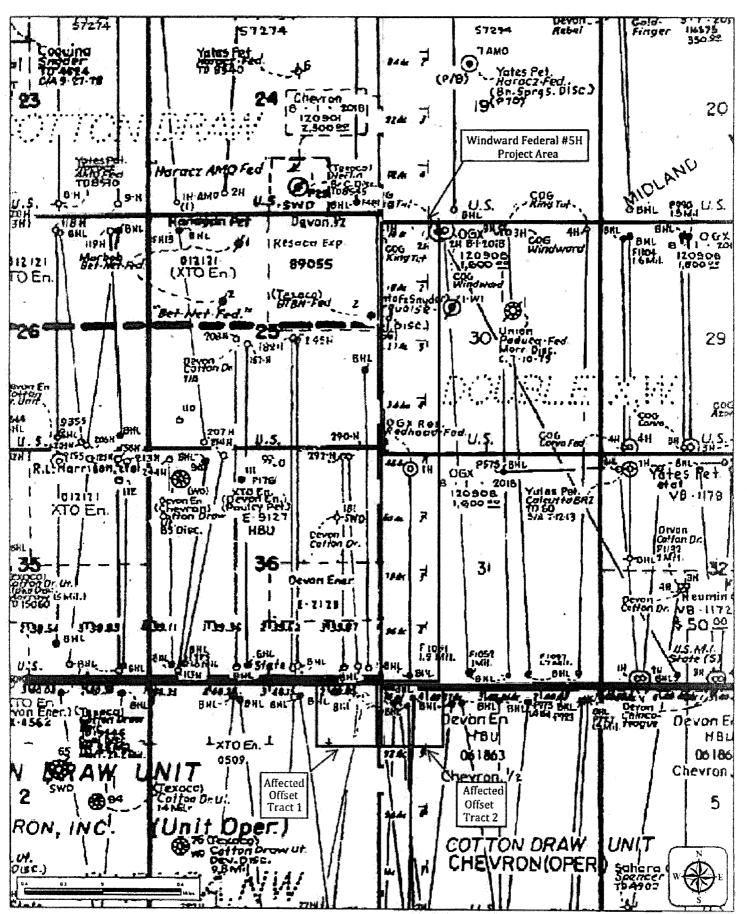
Bottom Hole Location If Different From Surface

UL or tol No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
4	31	24-S	32-E		50	SOUTH	330	WEST	LEA
Dedicated Acres	Joint a	r Infili Co	nsolidation	Code Or	der No.	•			L
371.72									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION







Windward Federal #5H API #30-025-43174 Application for Non Standard Location Notification List

Date Sent Initials Tracts	Initials	Tracts	Sent Certified Return Receipt to:	Receipt No.	Rec'd
09/27/16	DLW	1, 2	, 2 Chevron North America Expl & Prod Co., Attn: Shalyce Holmes, 1400 Smith St - 40195, Houston, TX 77002	7013 3020 0000 8749 8941	
09/27/16	DLW	1, 2	Devon Energy Production Co., LP, 333 West Sheridan Ave, Oklahoma City, OK 73102	7013 3020 0000 8749 8934	

Mailed 9/27/16 Debora L. Wilbourn

From:

Debora Wilbourn < DWilbourn@concho.com>

Sent:

Thursday, October 20, 2016 10:31 AM

To:

Lowe, Leonard, EMNRD

Subject:

Windward Federal #5H NSL Application - Certified Delivery Notices

Mr. Lowe,

This is the delivery notice for Chevron regarding the referenced NSL Application.

Debora Wilbourn

Regulatory Analyst NM Basin Asset Team <u>dwilbourn@concho.com</u> 575.748.6958

Concho West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940





Tracking Number: 70133020000087498941

Hello Debora Wilbourn,

Thank you for using USPS.com.

This is a post-only message. Please do not respond.

Debora Wilbourn has requested that you receive a USPS Tracking® delivery or delivery attempt update, as shown below.

USPS Tracking® e-mail update information provided by the U.S. Postal Service.

Tracking Number: <u>70133020000087498941</u>

Service Type: Certified Mail[™]

Shipment Activity	Location	Date & Time	Shipping Partner
Delivered	HOUSTON, TX 77002	October 4, 2016 11:31 am	
Arrived at Unit	HOUSTON, TX 77002	October 1, 2016 12:34 pm	

NORTH HOUSTON, TX October 1, 2016 1:14 Departed USPS Facility 77315 NORTH HOUSTON, TX September 30, 2016 Arrived at USPS Facility 9:35 am 77315 September 28, 2016 Departed USPS Facility LUBBOCK, TX 79402 10:40 pm September 28, 2016 LUBBOCK, TX 79402 Arrived at USPS Facility 10:30 pm

Reminder: USPS Tracking® by email

Date of email request: October 20, 2016

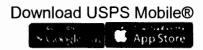
Future activity will continue to be emailed for up to 2 weeks from the Date of Request shown above. If you need to initiate the USPS Tracking® by email process again at the end of the 2 weeks, please do so at the USPS Tracking® site at http://www.usps.com/shipping/uspstrackingfaqs.htm

Results provided by the U.S. Postal Service.

Want to Track on the go?

You can track your packages using USPS Text Tracking™ by texting your tracking number to 28777 (2USPS™) or selecting the Text Update option on our USPS Tracking® site. Standard Message and Data Rates may apply.

For more information go to https://www.usps.com/text-tracking/welcome.htm



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From:

Debora Wilbourn < DWilbourn@concho.com>

Sent:

Thursday, October 20, 2016 10:29 AM

To:

Lowe, Leonard, EMNRD

Subject:

Windward Federal #5H NSL Application - Certified Delivery Notices

Mr. Lowe,

I have never received the green cards back for the notices on the referenced NSL application, so I went to the online tracking and found they had indeed been delivered. This notice was to Devon Energy. I will send the Chevron notice in a separate email.

Debora Wilbourn

Regulatory Analyst NM Basin Asset Team <u>dwilbourn@concho.com</u> 575.748.6958

Concho West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940





Tracking Number: 70133020000087498934

Hello Debora Wilbourn,

Thank you for using USPS.com.

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USPS Tracking® e-mail update information provided by the U.S. Postal Service.

Tracking Number: 70133020000087498934

Updated Delivery Date: September 30, 2016

Service Type: Certified Mail™

Shipment Activity Location Date & Time Shipping Partner

McMillan, Michael, EMNRD

From:

Debora Wilbourn < DWilbourn@concho.com>

Sent:

Monday, October 31, 2016 1:06 PM

To:

McMillan, Michael, EMNRD

Cc:

Melanie Wilson

Subject:

FW: Windward Federal #5H NSL Application - Certified Delivery Notices

Mr. McMillan.

Please see the delivery notice below that I send to Mr. Lowe on 10/20/16. I will forward the other notice to you in a separate email.

Debora

From: Debora Wilbourn

Sent: Thursday, October 20, 2016 10:29 AM

To: Leonard.Lowe@state.nm.us

Subject: Windward Federal #5H NSL Application - Certified Delivery Notices

Mr. Lowe,

I have never received the green cards back for the notices on the referenced NSL application, so I went to the online tracking and found they had indeed been delivered. This notice was to Devon Energy. I will send the Chevron notice in a separate email.

Debora Wilbourn

Regulatory Analyst NM Basin Asset Team <u>dwilbourn@concho.com</u> 575.748.6958

Concho West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940





Tracking Number: 70133020000087498934

Hello Debora Wilbourn,

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USPS Tracking® e-mail update information provided by the U.S. Postal Service.

Tracking Number: 70133020000087498934

Updated Delivery Date: September 30, 2016

Service Type: Certified Mail™

Shipment Activity	Location	Date & Time	Shipping Partner
Delivered	OKLAHOMA CITY, OK 73102	September 30, 2016 7:46 am	
Arrived at Unit	OKLAHOMA CITY, OK 73102	September 30, 2016 7:20 am	
Departed USPS Facility	OKLAHOMA CITY, OK 73107	September 30, 2016 12:33 am	
Arrived at USPS Facility	OKLAHOMA CITY, OK 73107	September 29, 2016 2:46 pm	
Departed USPS Facility	LUBBOCK, TX 79402	September 28, 2016 10:40 pm	
Arrived at USPS Facility	LUBBOCK, TX 79402	September 28, 2016 10:06 pm	

Reminder: USPS Tracking® by email

Date of email request: October 20, 2016

Future activity will continue to be emailed for up to 2 weeks from the Date of Request shown above. If you need to initiate the USPS Tracking® by email process again at the end of the 2 weeks, please do so at the USPS Tracking® site at http://www.usps.com/shipping/uspstrackingfags.htm

Results provided by the U.S. Postal Service.

Want to Track on the go?

You can track your packages using USPS Text Tracking™ by texting your tracking number to 28777 (2USPS™) or selecting the Text Update option on our USPS Tracking® site. Standard Message and Data Rates may apply.

For more information go to https://www.usps.com/text-tracking/welcome.htm



From:

Debora Wilbourn < DWilbourn@concho.com>

Sent:

Thursday, September 29, 2016 9:39 AM

To:

Lowe, Leonard, EMNRD

Cc:

Melanie Wilson

Subject:

Windward Federal #5H, #6H, #7H & #8H NSL Applications

Mr. Lowe,

Pursuant to our telephone conversation of this date, I am notifying you that the correct operator name on the referenced NSL applications should be COG Production, LLC. #2\79557

Also, please note that these wells will be drilled in numerical order starting with the #5H and going through the order to the #8H well. Prospective spud dates are as follows:

Windward Federal #5H - November 2016

Windward Federal #6H - December 2016

Windward Federal #7H - January 2017

Windward Federal #8H - February 2017

We would appreciate these NSL applications being administrated in the same order as they will be drilled.

Thanks so much for all your help!

Debora Wilbourn

Regulatory Analyst NM Basin Asset Team <u>dwilbourn@concho.com</u> 575.748.6958

Concho West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940

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From:

McMillan, Michael, EMNRD

Sent:

Friday, November 4, 2016 10:27 AM

To:

Debora Wilbourn

Cc:

James Glover; Lisa Lemon; Kautz, Paul, EMNRD; Brown, Maxey G, EMNRD; Martinez, Patricia L, EMNRD; Lowe, Leonard, EMNRD; Goetze, Phillip, EMNRD; Jones, William V,

EMNRD

Subject:

NSL-7476 Windward Federal Well No. 5H, Lea County 30-025-43174

Ms. Debora Wilbourn,

The following permit has been issued and will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/Imaging/AEOrderCriteria.aspx

NSL-7476

COG Production, LLC API #: 30-025-43174

WELL: Windward Federal Well No. 5H, Lea County

Leonard Lowe

Engineering Bureau
Oil Conservation Division
Energy Minerals and Natural Resources Department
1220 South St. Frances
Santa Fe, New Mexico 87004

Office: 505-476-3492 Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: http://www.emnrd.state.nm.us/ocd/