

APPLICATION PROTESTED

Applicant: OUL SUD Operating, LLC

Application Type: SUD

Well Name: Thicket Level midnight API: 30-0 15-pending

Protestant: COG Operating, LLC

Date Protest Received: June 28, 2017

Notification of Applicant: June 28, 2017

Resolution: ☐ Hearing ☐ Negotiation ☐ Withdrawn

Copy to Technical Reviewer:

McMillan, Michael, EMNRD

From: McMillan, Michael, EMNRD
Sent: Wednesday, June 28, 2017 10:56 AM
To: 'Steve Pattee'
Cc: Jones, William V, EMNRD; Lowe, Leonard, EMNRD; Goetze, Phillip, EMNRD
Subject: Protested Application OWL SWD Operating, LLC Threat Level Midnight SWD Well No. 1 Eddy County

RE: Threat Level Midnight SWD Well No. 1 (API 30-015-pending; Appl. No. pKSC1717933012) – Unit O, Section 1, T. 26 S., R. 26 E., NMPM, Eddy County, New Mexico.

Mr. Pattee:

OCD was notified that COG Operating, LLC is protesting this application for approval of a salt water disposal well. COG Operating, LLC has been identified as an affected person for the proposed salt-water disposal well. Therefore, you are being notified that if OWL SWD Operating, LLC wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review. Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please contact me with any questions regarding this matter. Mike

Contact for COG Operating, LLC
Ocean Munds-Dry
Senior Attorney
1048 Paseo De Peralta
Santa Fe, NM 87501
505-428-0485
e-mail: OMundsDry@concho.com

Michael McMillan
1220 South St. Francis
Santa Fe, New Mexico
505-476-3448
Michael.mcmillan@state.nm.us



OCEAN MUNDS-DRY
Senior Attorney

June 19, 2017

HAND-DELIVERY

Mr. David Catanach, Director
Oil Conservation Division
New Mexico Department of Energy, Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of OWL SWD Operating, LLC for salt water disposal in Section 1, Township 26 South, Range 26 East, NMPM, Eddy County, New Mexico.

Dear Mr. Catanach:

In a letter dated June 5, 2017, and received June 13th, OWL SWD Operating, LLC ("OWL") notified COG Operating LLC ("Concho") of its Application for Authorization to Inject in the Threat Level Midnight SWD Well No. 1, Section 1, Township 26 South, Range 26 East, NMPM, Eddy County, New Mexico. A copy of the notice is attached.

As an offset operator, Concho objects to OWL's application.

Sincerely,

Ocean Munds-Dry
Senior Attorney
COG Operating LLC

cc: Stephen L. Pattee via email
Lonquist & Co., LLC

LONQUIST & CO. LLC

PETROLEUM
ENGINEERS

ENERGY
ADVISORS

AUSTIN · HOUSTON · WICHITA · DENVER · CALGARY

June 5, 2017

COG Operating, LLC
550 W Texas Ave, Suite 100
Midland, TX 79701
(432) 685-4332

RECEIVED
JUN 13 2017

RE: Threat Level Midnight SWD No. 1 Authorization to Inject

BY:-----

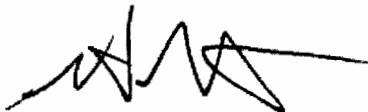
To Whom It May Concern:

Attached for your review is Form C-108, Application for Authorization to Inject, and its supplemental documents prepared for OWL SWD Operating, LLC's Threat Level Midnight SWD No. 1. Section XIV of Form C-108 requires that the surface land owner on which the well is located and each leasehold operator within a one-half mile radius of the proposed well location be furnished with the application.

According to the New Mexico Oil Conservation Division, surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date in which this application was mailed to them.

Any questions should be directed towards OWL SWD Operating, LLC's agent Lonquist & Co., LLC.

Regards,



Stephen L. Pattee, P.G.
Regulatory Manager
Lonquist & Co., LLC

(512) 600-1774
steve@lonquist.com