

NSL

Initial

Application

Revised March 23, 2017

RECEIVED: 01/20/21	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL2102237309
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**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

Applicant: COG Operating LLC **OGRID Number:** 229137
Well Name: Mercury State Com 704H **API:** 30-015-47523
Pool: Purple Sage; Wolfcamp, Gas **Pool Code:** 98220

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
2) NOTIFICATION REQUIRED TO: Check those which apply.A. ☒ Offset operators or lease holdersB. ☐ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☐ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**
☐ Notice Complete
☐ Application Content Complete

3) CERTIFICATION: I hereby certify that the information submitted with this application for administrative 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.

Mayte Reyes

Print or Type Name

Signature

01/20/2021

Date

(575) 748-6945

Phone Number

mreyes1@concho.com

e-mail Address



January 20, 2021

Leonard Lowe
Engineering Bureau
New Mexico Oil Conservation Division
Energy Minerals and Natural Resources Dept.
1220 S. St. Francis Drive
Santa Fe, NM 87004

RE: Request for Approval of Unorthodox location. **Mercury State Com 704H**

Dear Mr. Lowe,

COG Operating LLC respectfully requests approval of a non-standard horizontal spacing unit for the following well:

Mercury State Com 704H – API #30-015-47523

SHL: 220' FSL & 1455' FWL, U/L N, Sec 18, T26S, R28E FTP: 10' FSL & 2090' FWL U/L N, SEC 18, T26S, R28E

BHL: 50' FNL & 2090' FWL, U/L C, Sec 6, T26S, R28E LTP: 50' FNL & 2090' FWL U/L C, SEC 6, T26S, R28E

The granting of this NSL will allow for spacing of the wellbore in this project for optimum recovery of the minerals in place, improve well economics and increase revenue to the State of New Mexico and the Federal Government.

The affected offset tracts are as follows:

Sec. 31-T25S-R28E, W1/2

Sec. 19-T26S-R28E, N1/2

COG Operating LLC notified the offset Operators in section 31-T25S-R28E and section 19-T26S-R28E. Certified letters are attached.

Should you have questions or require further information, please contact me should you have any questions.

Sincerely,

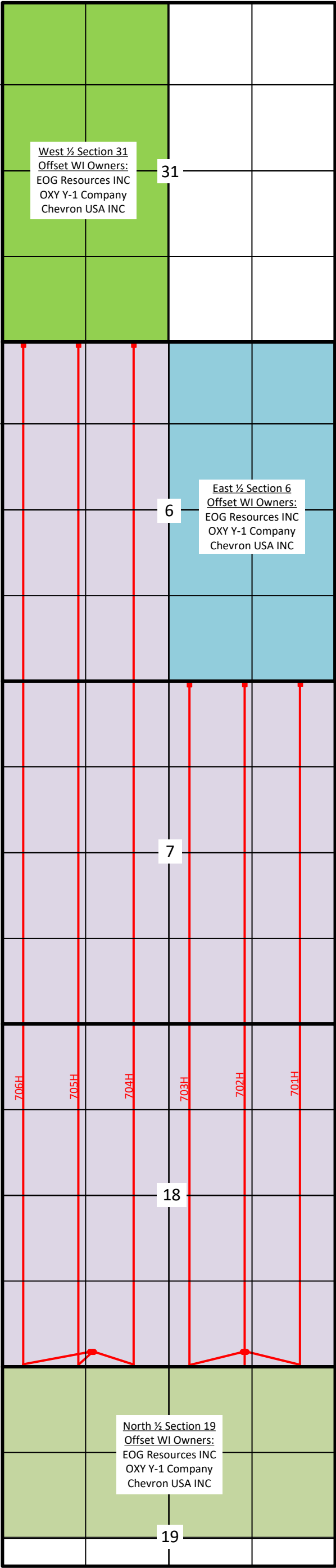
A handwritten signature in blue ink that reads "Mayte Reyes".

Mayte Reyes
Senior Regulatory Analyst
COG Production LLC
(575) 748-6945
mreyes1@concho.com

Certificate Number

Mercury State Com 704H-706H Lease Map

Section 18, T26S R28E & Section 31, T25S R28E



- SHL
- BHL



January 20, 2021

**EOG Resources Inc
5509 Champions Drive
Midland, TX 79706**

**RE: Designation of a Non-Standard Location by COG Operating LLC
Eddy County, New Mexico**

To Whom It May Concern,

This letter is to advise you that COG Operating LLC has filed the enclosed Well Dedication and Acreage Plat (C-102) with the New Mexico Oil Conservation Division seeking to designate a non-standard location in Section 18, T26S, R28E, Eddy County, New Mexico.

Should your company have any objection, it must be filed in writing within twenty (20) days from the date of this notice. Non-response within the 20-day notice shall constitute an approval/waiver of protest to COG's non-standard location.

Please contact me should you have any questions.

Sincerely,

A handwritten signature in blue ink that reads "Mayte Reyes".

Mayte Reyes
Sr. Regulatory Analyst
COG Operating LLC
(575) 748-6945
mreyes1@concho.com



January 20, 2021

**OXY Y-1 Company
5 Greenway Plaza, Suite 110
Houston, TX 77046**

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Eddy County, New Mexico**

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Mayte Reyes
Sr. Regulatory Analyst
COG Operating LLC
(575) 748-6945
mreyes1@concho.com



January 20, 2021

**Chevron U.S.A.
6301 Deauville Avenue
Midland, TX 79706**

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Eddy County, New Mexico**

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Mayte Reyes
Sr. Regulatory Analyst
COG Operating LLC
(575) 748-6945
mreyes1@concho.com

Mercury State Com 704H-706H
Application for Non-Standard Location
Notification List

Tract	Date Sent	Notification Sent to:	Receipt No.
		Mercury State Com 704H	
		EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7014 1820 0001 8703 2707
		OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7014 1820 0001 8703 2684
		Chevron 6301 Deauville Avenue, Midland, TX 79706	7014 1820 0001 8703 2691
		Mercury State Com 705H	
		EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7014 1820 0001 8703 2714
		OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7014 1820 0001 8703 2721
		Chevron 6301 Deauville Avenue, Midland, TX 79706	7014 1820 0001 8703 2738
		Mercury State Com 706H	
		EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7014 1820 0001 8703 2745
		OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7014 1820 0001 8703 2752
		Chevron 6301 Deauville Avenue, Midland, TX 79706	7020 3160 0000 7981 6569