

State of New Mexico
Energy, Minerals and Natural Resources Department

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Heather Riley, Division Director
Oil Conservation Division



August 27, 2018

Debora Wilbourn
COG Production, LLC
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NON-STANDARD LOCATION

Administrative Order NSL-7752

COG Production, LLC [OGRID 217955]
Eider Federal Well No. 206H
API No. 30-025-44880

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	210 FSL & 2230 FEL	O	35	24S	32E	Lea
Penetration Point	330 FSL & 1315 FEL	P	35	24S	32E	Lea
Final perforation/ Terminus	2410 FSL & 1315 FEL	I	26	24S	32E	Lea

Proposed Project Area

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E2 SE4 of Section 26 E2 E2 of Section 35	240	WC-025 G-06 S253210M; Upper Bone Spring	97784

Reference is made to your application received on March 19, 2018.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. Subsection A of 19.15.15.9 NMAC governs this pool and provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 330 feet to the northwestern edge, and 5 feet to the western edge, and 330 feet to the southwestern edge of the project area. Encroachments will impact the following tracts.

Section 26, T24S R32E encroachment to the SW4 NE4 and W2 SE4
Section 35, T24S R32E encroachment to the W2 E2
Section 2, T25S R32E encroachment to the NW4 NE4

Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (2) of Subsection A of 19.15.4.12 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you seek this location to allow for efficient and maximum recovery of production from within the Bone spring formation underlying the E2 SE4 of Section 26 and E2 E2 of Section 35.

Your application has been filed under 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



HEATHER RILEY
Director

HR/mam

cc: Oil Conservation Division – Hobbs District Office
State Land Office – Oil, Gas, and Minerals Division