

August 7, 2018

AUG 07 2018 14:04:05

VIA HAND-DELIVERY

Ms. Heather Riley, Director
Oil Conservation Division
New Mexico Department of Energy, Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Order Nos. R-14521 (Case No. 15831), R-14520 (Case No. 15831), Applications of COG Operating LLC for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico.

Dear Ms. Riley:

Division Order Nos. R-14521 and 14520 granted COG Operating LLC's applications for non-standard spacing units and compulsory pooling on December 13, 2017. The orders authorized the drilling of COG's Baseball Cap Fed Com Well No. 24H at a location in the W/2 E/2 of Section 24 and the W/2 E/2 of Section 25, Township 24 South, Range 34 East, Lea County, New Mexico; and the Baseball Cap Fed Com 26 H at a location E/2 W/2 of Section 24 and the E/2 W/2 of Section 25, Township 24 South, Range 34 East, Lea County, New Mexico. Copies of the orders are attached for your convenience.

Ordering Paragraph 6 of each order requires COG to drill and complete the well within 120 days or the Order will terminate unless COG obtains a time extension from the Division Director for good cause shown. On May 21, 2018, the Division granted an extension until September 1, 2018. COG was delayed in drilling the wells which will begin around August 22nd. Completion operations should be concluded by November 1, 2018. Accordingly, COG respectfully requests until November 1, 2018 to complete the wells.

Thank you for your time and attention to this matter.

Sincerely,



Ocean Munds-Dry
Senior Counsel
COG Operating LLC

CORPORATE ADDRESS

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P 432.683.7443 | F 432.683.7441

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State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



May 21, 2018

Ms. Ocean Munds-Dry, Senior Attorney
COG Operating, LLC
1048 Paseo De Peralta
Santa Fe, NM 87501

**RE: Request for Extension to Complete the Baseball Cap Federal Com Well No. 24H
Pursuant to Division Order No. R-14520/Case No. 15830**

**Request for Extension to Complete the Baseball Cap Federal Com Well No. 26H
Pursuant to Division Order No. R-14521/Case No. 15831**

Dear Ms. Munds-Dry:

Reference is made to your request on behalf of COG Operating, LLC ("COG") received by the Division on February 28, 2018, for the following wells:

Baseball Cap Federal Com Well No. 26H (API No. 30-025-44153) with a surface location 320 feet from the South line and 1980 feet from the West line in Unit N of Section 25, Township 24 South, Range 34 East, NMPM. Spud date of the well was December 9, 2017. Rig released February 10, 2018.

Baseball Cap Federal Com Well No. 24H (API No. 30-025-44152) with a surface location 360 feet from the South line and 1980 feet from the East line in Unit O of Section 25, Township 24 South, Range 34 East, NMPM. Estimated spud date of the well is on or before May 31, 2018.

It is our understanding that COG is unable to meet the obligation of 120 days to complete the referenced wells as stipulated in Ordering Paragraph (6) of the respective Hearing Orders. COG has requested an additional four months for the Baseball Cap Federal Com Well No. 26H, and two months for the Baseball Cap Federal Com Well No. 24H because COG is drilling the vertical portion of each well, then drilling the horizontal portion later. Further, COG is planning on completing all of the wells at the same time.

The Division has reviewed your request and finds granting this request to extend is in the interest of conservation and will prevent waste. The Division hereby extends the final date to complete the wells to September 1, 2018. All other provisions of Order Nos. R-14520, and Nos. R-14521 shall remain in full force and effect.

Extension of Order Nos. R-14520 and R-14521
COG Operating, LLC
May 21, 2018
Page 2 of 2

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

Sincerely,



HEATHER RILEY
Director

HR/mam

cc: Oil Conservation Division – Hobbs District Office
Case No. 15830
Case No. 15831

From: Lisa Ortiz
To: [Lowe, Leonard, EMNRD](#)
Cc: [Ocean Munds-Dry](#); [Beth Ryan](#); [Bill Carr](#); [Michael Rodriguez -;](#) [Lisa Ortiz](#)
Subject: Case Nos. 15830, 15831 - COG Operating LLC - Extension
Date: Tuesday, August 7, 2018 4:49:36 PM
Attachments: [image001.png](#)
[image002.png](#)
[15830, 15831 COG Extension.pdf](#)

ELECTRONIC SUBMITTAL FOR:

COG Operating LLC
Extension for Orders R-14521, R-14520

Attached please find a request for extension that was filed today with the Division this afternoon.
(Original Hard Copy provided to Florene).

Lisamarie Ortiz
Administrative Assistant

lortiz@concho.com

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