

Additional Information

2/7/2020

Applicant:	COG Operating LLC
Operator:	COG Operating LLC (OGRID 229137)

Spacing Unit Description:	All of Sections 21 and 28, T25S, R29E, NMPM, Eddy County, NM
Spacing Unit:	Horizontal Oil
Spacing Unit Size:	1280 acres (more or less)
Orientation of Unit:	South/North
Building Blocks:	quarter-quarter sections
Pooling this Vertical Extent:	2 nd Bone Spring Formation
Depth Severance:	None

Pool:	Willow Lake; Bone Spring Pool (Pool code 96217)
Pool Spacing Unit Size:	quarter-quarter sections
Governing Well Setbacks:	Horizontal Oil Well Rules
Pool Rules:	Latest Horizontal Rules Apply
Proximity Tracts:	Yes
Proximity Defining Well:	Admiral Fed Com 503H

Monthly supervision charge:	While drilling: \$7000 While producing: \$700
Risk charge:	200% of reasonable well costs.

Proposed Well(s):	
Admiral Fed Com 501H	API: Pending. SHL: 220 FSL, 880 FWL (Unit M) of Section 28, Township 25 South, Range 29 East, NMPM. BHL: 50 FNL, 330 FWL (Unit D) of Section 21, Township 25 South, Range 29 East, NMPM. Completion Target: 2 nd BS at approx 8,685 TVD. Well Orientation: Stand-up. Expected completion Location: Standard.
Admiral Fed Com 502H	API: Pending. SHL: 220 FSL, 910 FWL (Unit M) of Section 28, Township 25 South, Range 29 East, NMPM. BHL: 50 FNL, 1485 FWL (Unit C) of Section 21, Township 25 South, Range 29 East, NMPM. Completion Target: 2 nd BS at approx 8,685 TVD. Well Orientation: Stand-up. Expected completion Location: Standard.
Admiral Fed Com 503H	API: Pending. SHL: 220 FSL, 2630 FWL (Unit N) of Section 28, Township 25 South, Range 29 East, NMPM. BHL: 50 FNL, 2630 FWL (Unit C) of Section 21, Township 25 South, Range 29 East, NMPM. Completion Target: 2 nd BS at approx 8,685 TVD.

	Well Orientation: Stand-up. Expected completion Location: Standard.
Admiral Fed Com 504H well	API: Pending. SHL: 300 FSL, 1040 FEL (Unit P) of Section 28, Township 25 South, Range 29 East, NMPM. BHL: 50 FNL, 1485 FEL (Unit B) of Section 21, Township 25 South, Range 29 East, NMPM. Completion Target: 2 nd BS at approx 8,685 TVD. Well Orientation: Stand-up. Expected completion Location: Standard.
Admiral Fed Com 505H well	API: Pending. SHL: 300 FSL, 1010 FEL (Unit P) of Section 28, Township 25 South, Range 29 East, NMPM. BHL: 50 FNL, 330 FEL (Unit A) of Section 21, Township 25 South, Range 29 East, NMPM. Completion Target: 2 nd BS at approx 8,685 TVD. Well Orientation: Stand-up. Expected completion Location: Standard.

Garcia, John A, EMNRD

From: Michael Rodriguez <mrodriguez@concho.com>
Sent: Friday, February 7, 2020 3:24 PM
To: Garcia, John A, EMNRD
Subject: [EXT] RE: Case Number 20836 COG Operating, LLC
Attachments: Admiral - Exhibit A.docx; Case No. 20836_COG Exhibits_Admiral Wells.pdf

John, I apologize for the discrepancies. See below for my explanations to your questions.

- 1) I was curious on why wells 502H and 504H are not considered proximity tracts as they are within 165 feet from the nearest track. If you could clarify this for me.
 - a. You are correct, the Admiral 502H, 503H, and 504H are all proximity tracks. I inadvertently omitted the Admiral 502H and 504H in the application. Exhibit A asks for the proximity defining well, which is the Admiral 503H.
- 2) All wells reflect a Range of 35E on the Exhibit A, whereas the spacing unit and C-102's show 29E, can you mend these ranges?
 - a. The correct range is 29E as indicated on the C-102s. I updated exhibit A and attached it to this email reflecting the range for all wells is 29E.
- 3) Can you include the footages for the wells in the Exhibit A?
 - a. Footages have been included in the attached Exhibit A.

Also, my landman was able to confirm that all interests we are seeking to pool remain unchanged from the date of hearing. Please pool the interests indicated in yellow on Exhibit A-2 of the attached Exhibit Packet.

My apologies again for the discrepancies, and if you have any other questions please let me know and I will address them as soon as possible.

Thanks and have a good weekend!

Michael Rodriguez
Attorney – COG Operating LLC
1048 Paseo de Peralta
Santa Fe, NM 87501
Direct: 505-780-8010



From: Garcia, John A, EMNRD <JohnA.Garcia@state.nm.us>
Sent: Friday, February 7, 2020 1:44 PM
To: Michael Rodriguez <mrodriguez@concho.com>
Subject: [External] RE: Case Number 20836 COG Operating, LLC

Michael,

Reviewing the Exhibit A I received I had a few questions

- 1) I was curious on why wells 502H and 504H are not considered proximity tracts as they are within 165 feet from the nearest track. If you could clarify this for me.

- 2) All wells reflect a Range of 35E on the Exhibit A, whereas the spacing unit and C-102's show 29E, can you mend these ranges?
- 3) Can you include the footages for the wells in the Exhibit A?

Thank you,

John Garcia

Petroleum Specialist

Oil Conservation Division

1220 South St. Francis Drive

Santa Fe, New Mexico 87505

505-476-3441



From: Michael Rodriguez <mrodriguez@concho.com>

Sent: Friday, February 7, 2020 12:50 PM

To: Garcia, John A, EMNRD <JohnA.Garcia@state.nm.us>

Subject: [EXT] RE: Case Number 20836 COG Operating, LLC

Hi John, thank you for getting to this order so promptly. I have not been informed of any other parties reaching an agreement with COG regarding the acreage in this application. I can confirm this Monday when our landman is back in the office if you'd like. In the meantime, I am attaching the exhibit A for this matter. Thanks again and have a good weekend!

Michael Rodriguez

Attorney – COG Operating LLC

1048 Paseo de Peralta

Santa Fe, NM 87501

Direct: 505-780-8010



From: Garcia, John A, EMNRD <JohnA.Garcia@state.nm.us>

Sent: Friday, February 7, 2020 12:40 PM

To: Michael Rodriguez <mrodriguez@concho.com>

Subject: [External] Case Number 20836 COG Operating, LLC

**** External email. Use caution. ****

Michael,

I am attempting to draft the Hearing Orders in the above captioned cases and have a couple questions.

1. Have the parties reached an agreement between themselves, obviating the need for an orders?
2. If not, can you please provide a copy of Exhibit A for each case number, so the order can be drafted and sent up for signature?

Thank you,

John Garcia

Petroleum Specialist

Oil Conservation Division

1220 South St. Francis Drive

Santa Fe, New Mexico 87505

505-476-3441

