



November 4, 2014

VIA HAND DELIVERY

Jami Bailey, Director
Oil Conservation Division
New Mexico Department of Energy
Minerals and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Case 15241

2014 NOV - 4 P 5:38

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**Re: Cobalt Operating LLC Request for Hearing on its Form C-108 Permit
Application for Authorization to Inject, Warren 2 well, Section 8, Township
17 South, Range 37 East, Lea, New Mexico.**

Dear Ms. Bailey:

Cobalt Operating LLC. ("Cobalt"), through its attorneys Holland and Hart LLP, hereby requests that a hearing be set before a Division hearing examiner on the above-referenced permit application filed with the Oil Conservation Division on October 20, 2014. Cobalt requests that this matter be set for hearing before an Examiner of the Division on December 4, 2014, and that, after notice and hearing as required by law, the Division enter its order approving Cobalt's permit application.

A copy of this request for hearing has been provided to the objecting parties under the notice letters included herein. Thank you for your attention to this matter.

Sincerely,

Michael H. Feldewert
ATTORNEY FOR COBALT OPERATING LLC

CASE 15241 Application Of Cobalt Operating, LLC For Authorization to Inject Produced Water for Disposal, Lea County, New Mexico. Applicant seeks authority to deepen and convert the Warren No. 2 (API No. 30-025-26953) to a saltwater disposal well. Said well is located 2200 feet from the North line, 880 feet from the East line (Unit H), Section 8, Township 17 South, Range 37 East. The proposed injection zone is within the Devonian formation at a depth of 11,760 feet to 12,580 feet. Maximum injection rate will be 3,000 bwpd at a maximum surface injection pressure of 2,352 psi. This well is located approximately 8 miles Southeast of Lovington, New Mexico.