Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:			
		ABOVE THIS TABLE FOR OCD D	DIVISION USE ONLY			
		al & Engineering				
		ATIVE APPLICATI				
THIS C			ATIONS FOR EXCEPTIONS TO DIVISION RULES AND EDIVISION LEVEL IN SANTA FE			
pplicant: COG Oper			OGRID Number: 229137			
Vell Name: Mercury Ool: Purple Sage; Wolfca			API: 30-015-47522			
OOI: Fulpie Sage, World	imp, Gas		Pool Code: 98220			
SUBMIT ACCURA	TE AND COMPLETE INFO	ORMATION REQUI	IRED TO PROCESS THE TYPE OF APPLICATION DW			
	CATION: Check those w - Spacing Unit – Simulto					
A. Escalish			P(PRORATIONUNIT) SD			
[1] Comr 	ne only for [1] or [1] ningling – Storage – Me DHC	C PC C e Increase – Enha D IPI E hose which apply	onced Oil Recovery OR PPR FOR OCD ONLY			
B. Royalty C. Applic D. Notific E. Notific F. Surface	operators or lease hold y, overriding royalty ow ation requires publishe ation and/or concurred ation and/or concurred e owner	rners, revenue ow d notice nt approval by SL nt approval by BL	Application Content Complete			
	of the above, proof of ice required	notification or pu	ublication is attached, and/or,			
administrative understand the	approval is accurate a	nd complete to t en on this applica	bmitted with this application for the best of my knowledge. I also ation until the required information and			
No	le: Statement must be complete	ed by an individual with	managerial and/or supervisory capacity.			
			01/20/2021			
Mayte Reyes	Wal-		Date			
Print or Type Name			(575) 740 4045			
			(575) 748-6945 Phone Number			
MINA	= Ro					
ignature			mreyes i@concho.com e-mail Address			

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
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District III
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Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

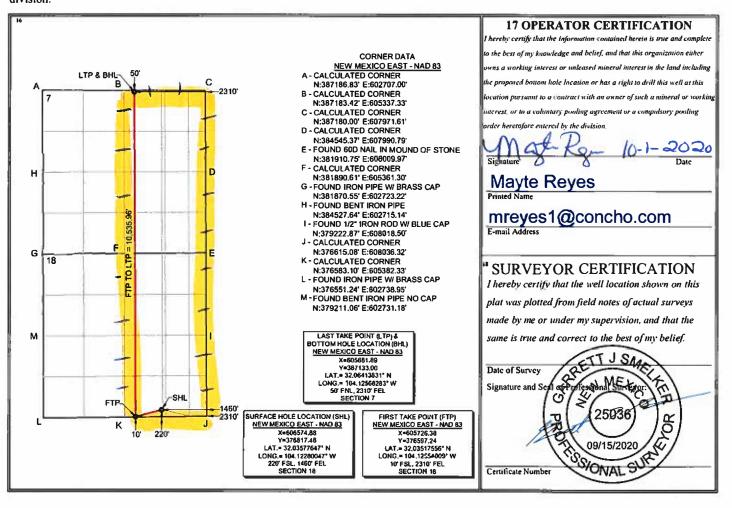
Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

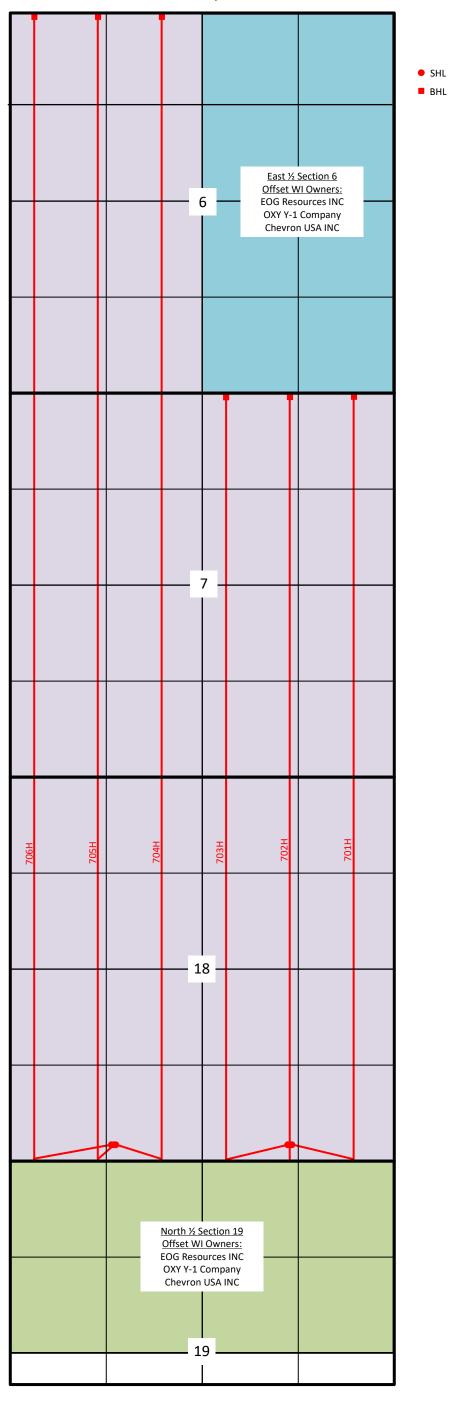
30-015- 47522			2 Pool Code 98220		Purple Sage; Wolfcamp, Gas					
4 Property	Code			***************************************	5 Property Name MERCURY STATE COM				6 Well Number 703 H	
7 OGRID 2291								9 Elevation 3067'		
					"Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County	
0	18	26-S	28-E		220'	SOUTH	1460'	EAST EDDY		
			"Bo	ttom Ho	le Location I	f Different Fro	m Surface			
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West lin	e County	
В	7	26-S	28-E		50'	NORTH	2310'	EAST	EDDY	
2 Dedicated Acre	s 13 Joint	or Infill 14 C	Consolidation	Code 15 O	rder No.					

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



Mercury State Com 701H-703H Lease Map

Sections 18 & 7, T26S R28E



Mercury State Com 701H-703H

Application for Non-Standard Location

Notification List

Tract	Date Sent	Notification Sent to:	Receipt No.
		Mercury State Com 701H	
	1/20/2021	EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7020 0640 0000 9686 0446
	1/20/2021	OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7020 0640 0000 9686 0422
	1/20/2021	Chevron 6301 Deauville Avenue, Midland, TX 79706	7020 0640 0000 9686 0460
		Mercury State Com 702H	
	1/20/2021	EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7020 0640 0000 9686 0415
	1/20/2021	OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7020 0640 0000 9686 0439
	1/20/2021	Chevron 6301 Deauville Avenue, Midland, TX 79706	7020 0640 0000 9686 0453
		Mercury State Com 703H	
	1/20/2021	EOG Resources, INC., 5509 Champions Drive, Midland, TX 79706	7014 1820 0001 8703 2677
	1/20/2021	OXY Y-1 Company, 5 Greenway Plaza, Suite 110, Houston, TX 77046	7014 1820 0001 8703 2660
	1/20/2021	Chevron 6301 Deauville Avenue, Midland, TX 79706	7020 0640 0000 9686 0477



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,

Mayte Reves

Sr. Regulatory Analyst COG Operating LLC

(575) 748-6945

mreyes1@concho.com



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

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

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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.

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Please contact me should you have any questions.

Sincerely,

Mayte Reyes

Sr. Regulatory Analyst COG Operating LLC (575) 748-6945

mreyes1@concho.com



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

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Please contact me should you have any questions.

Sincerely,

Mayte Reyes

Sr. Regulatory Analyst COG Operating LLC

(575) 748-6945

mreyes1@concho.com



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 703H

Dear Mr. Lowe,

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

Mercury State Com 703H - API #30-015-47522

SHL: 220' FSL & 1460' FEL, U/L O, Sec 18, T26S, R28E FTP: 10' FSL & 2310' FEL U/L O, SEC 18, T26S, R28E BHL: 50' FNL & 2310' FEL, U/L B, Sec 7, T26S, R28E LTP: 50' FNL & 2310' FEL U/L B SEC 7, 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. 6-T26\$-R28E, E1/2 Sec. 19-T26S-R282E, N1/2

COG Operating LLC notified the offset Operators in sections 6 and 19-T26S-R28E. Certified letters are attached.

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

Sincerely,

Mayte Reves Senior Regulatory Analyst COG Production LLC

(575) 748-6945

mreyes1@concho.com

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Phone: (505) 476-3460 Fax: (505) 476-3462

12 Dedicated Acres | 13 Joint or Infill

640

14 Consolidation Code

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

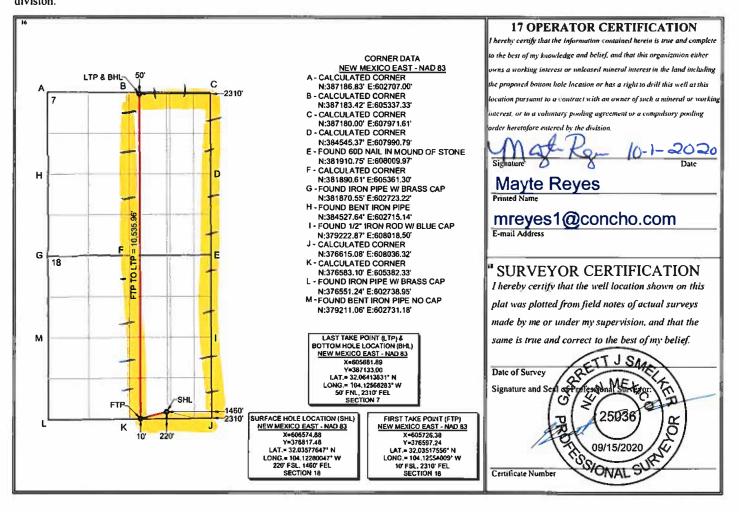
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-01	API Number 2 Pool Code 5- 47522 98220				Purple Sage; Wolfcamp, Gas				
4 Property		5 Property Name 6 Well Nu							6 Well Number 703H
7 OGRID 2291			8 Operator Name 9 Elevation COG OPERATING LLC 3067'						
	"Surface Location								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County
0	18	26-S	28-E		220'	SOUTH	1460'	EAST	EDDY
	"Bottom Hole Location If Different From Surface								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County
В	7	26-S	28-E		50'	NORTH	2310'	EAST	EDDY

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

15 Order No.



<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 15147

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
COG OPERATING LLC	600 W Illinois Ave	Midland, TX79701	229137	15147	NSL

OCD Reviewer	Condition
llowe	None